

UNITED STATES DISTRICT COURT  
WESTERN DISTRICT OF WASHINGTON  
AT SEATTLE

FILO FOODS, LLC; BF FOODS, LLC;  
ALASKA AIRLINES, INC; and THE  
WASHINGTON RESTAURANT  
ASSOCIATION

Plaintiffs,

v.

THE CITY OF SEATAC; KRISTINA GREGG,  
CITY OF SEATAC CITY CLERK, in her  
official capacity; and the PORT OF SEATTLE

Defendants.

SEATAC COMMITTEE FOR GOOD JOBS,

Intervenors.

No.

**NOTICE OF REMOVAL**

TO: Clerk of the Court;

AND TO: Harry J. F. Korrell, Attorney for Plaintiffs Alaska Airlines, Inc. and  
Washington Restaurant Association;

Cecilia Cordova, Attorney for Plaintiffs Filo Foods, LLC and BF Foods, LLC;  
and

Wayne Tanaka, Mary Mirante Bartolo, and Mark Johnsen, Attorneys for  
Defendants City of SeaTac and Kristina Gregg.

NOTICE OF REMOVAL - 1  
Case No.

LAW OFFICES OF  
SCHWERIN CAMPBELL  
BARNARD IGLITZIN & LAVITT, LLP  
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1 SeaTac Committee for Good Jobs (“Defendant-Intervenor” or “the Committee”) files  
2 this Notice of Removal of an action presently pending in King County Superior Court,  
3 Washington State, to the United States District Court for the Western District of Washington  
4 pursuant to 28 U.S.C. § 1441, and states that removal is proper for the following reasons:

5 **I. BACKGROUND AND PROCEDURAL REQUISITES FOR REMOVAL.**

6 1. Members of the SeaTac Committee for Good Jobs drafted an initiative  
7 establishing minimum employment standards for transportation and hospitality workers in  
8 the City of SeaTac. They collected signatures in order to present the initiative (“the Good  
9 Jobs Initiative” or “the Initiative”) to the SeaTac City Council for eventual inclusion on the  
10 November 2013 ballot.  
11

12 2. The Good Jobs Initiative concerns labor standards for certain employers. The  
13 Initiative’s formal title is “Ordinance Setting Minimum Employment Standards for  
14 Hospitality and Transportation Industry Employers.” Among other things, it would require  
15 certain hospitality and transportation employers to pay specified employees an hourly  
16 minimum wage of \$15.00, adjusted annually for inflation; pay for safe and sick leave; require  
17 tips retention by workers who performed the services; and for employers to offer additional  
18 straight-time hours of employment to existing employees before hiring from outside.  
19

20 3. The Good Jobs Initiative’s sponsors submitted the signatures they collected to  
21 the City of SeaTac for consideration by the City Counsel. The City sent the signatures to  
22 King County Elections for review, as required under SeaTac Municipal Code section  
23 1.10.140. On June 20, 2013, King County Elections finished its review of the signatures  
24 submitted by residents of SeaTac, and issued a finding of sufficiency for the signatures  
25

1 reviewed. The City Clerk's office issued its own certificate of sufficiency with regard to the  
2 petition on June 28, 2013.

3 4. On July 8, 2013 Plaintiffs Alaska Airlines, Inc. ("Alaska"), Washington  
4 Restaurant Association, Filo Foods, LLC and BF Foods, LLC (collectively, "Plaintiffs") filed  
5 an "Application for Writs of Review, Mandate, and Prohibition" and "Complaint for  
6 Declaratory and Injunctive Relief" in King County Superior Court in Kent, Washington. The  
7 case is entitled *Filo Foods, LLC, et al. v. The City of SeaTac, et al.*, Case No. 13-2-25352-6,  
8 a true and correct copy of the Application and Complaint is attached hereto as **Attachment 1**.  
9 In seeking various writs and pleading declaratory and injunctive relief, Plaintiffs asserted a  
10 wide swath of state claims in a two-part pleading intended to achieve two exclusive and  
11 discrete ends: a) to prevent the Good Jobs Initiative from ever reaching the SeaTac City  
12 Council for a vote and b) to prevent the Good Jobs Initiative from ever reaching the voters of  
13 the City of SeaTac for a vote.  
14

15 5. Because the Good Jobs Initiative had, as of that date, not yet been passed into  
16 law by the voters of the City of SeaTac, nothing in the "Application for Writs of Review,  
17 Mandate, and Prohibition" and "Complaint for Declaratory and Injunctive Relief" sought any  
18 injunctive relief seeking to prevent the initiative from going into effect once enacted into law.  
19

20 6. On July 18, 2013, after becoming aware of the pending action, the Committee  
21 moved to intervene as a Defendant, which request was granted by King County Superior  
22 Court Judge Andrea Darvas on July 19, 2013. The Committee has, since that time, been a  
23 Defendant-Intervenor in the action.  
24  
25

1           7.       On July 23, 2013, the SeaTac City Council voted to place the Good Jobs  
2 Initiative before the voters of SeaTac on the November 5, 2013 ballot.

3           8.       On August 26, 2013, Judge Darvas granted Plaintiffs' Motion and Application  
4 for Writs of Review, Mandate and Prohibition on the basis that there were an insufficient  
5 number of valid signatures to satisfy RCW 35A.01.040(7). Judge Darvas's Order held that  
6 the Good Jobs Initiative was not supported by the required number of valid signatures of  
7 registered voters and ordered, in part, that the City and the Clerk were prohibited from  
8 sending the initiative measure to King County for inclusion on the November 5, 2013 ballot.  
9

10          9.       On September 6, 2013, the Washington State Court of Appeals granted  
11 discretionary review, reversed Judge Darvas's rulings, vacated Judge Darvas's August 26,  
12 2013, order, and quashed all writs issued pursuant to that order.

13          10.      Plaintiffs sought discretionary review of the Washington State Court of  
14 Appeals' ruling on September 9, 2013. On September 10, 2013, the Washington Supreme  
15 Court denied this request.  
16

17          11.      On October 25, 2013, Plaintiffs filed a "Motion for Leave to Amend  
18 Complaint for Declaratory and Injunctive Relief" ("Amended Complaint").

19          12.      On November 5, 2013, the voters of the City of SeaTac appear to have passed  
20 the Good Jobs Initiative into law. If the election result is certified by King County on  
21 November 26, 2013, the law will become effective January 1, 2014.  
22

23          13.      On November 5, 2013, Judge Darvas granted Plaintiffs' Motion for Leave to  
24 Amend Complaint for Declaratory and Injunctive Relief. On November 8, 2013, Plaintiffs  
25

1 filed their Amended Complaint, a true and correct copy of which is attached hereto as  
2 **Attachment 2**, per Local Rule 101(b). This Notice of Removal timely follows.

3 14. Venue properly lies in this district under 28 U.S.C. § 1391 because Plaintiffs'  
4 claims allegedly arose in King County, Washington.

5 15. Defendants City and Clerk have consented to removal. On information and  
6 belief, Defendant Port of Seattle has not been served, so its consent is not required. On  
7 information and belief, the Port of Seattle may withhold its consent to removal. However,  
8 Port of Seattle is a nominal defendant against whom no actual relief is sought and whose  
9 consent is therefore not required. *See Hewitt v. Stanton*, 798 F.2d 1230, 1233 (9th Cir.  
10 1986); *Evergreen School Dist. v. N.F.*, 393 F.Supp.2d 1070, 1073-74 (W.D.Wash. 2005)  
11 (Burgess, J.) (finding that where plaintiff did not seek any relief in its state court action  
12 against nonconsenting state agencies, and there did not appear to be any grounds for the  
13 imposition of liability against them, "the state agencies are not proper defendants under §  
14 1446, but rather are stakeholders to this action and as such, at best are merely nominal parties  
15 to the proceeding").

16 16. Written notice of the filing of this Notice of Removal will be served on  
17 Plaintiffs, and a copy of the Notice will be filed with the Clerk of the King County Superior  
18 Court, as required by 28 U.S.C. § 1446(d).

19 17. Plaintiffs' Amended Complaint is removable because it includes a claim for  
20 direct injunctive relief against post-enactment enforcement based on federal law. *See*,  
21 Amended Complaint, page 36, ¶ 6(a) (seeking an injunction "prohibiting the City of SeaTac  
22 or any other party (or anyone acting in concert with a party) from taking any steps to enforce  
23  
24  
25

1 or apply the provisions of the Ordinance”). This claim creates federal subject-matter  
 2 jurisdiction. *Independent Training and Apprenticeship Program v. California Dept. of Indus.*  
 3 *Relations*, 730 F.3d 1024, 1031 (9th Cir. 2013); *Pacific Merchant Shipping Ass’n v. Aubry*,  
 4 918 F.2d 1409, 1414 (9th Cir. 1990); *Shaw v. Delta Air Lines, Inc.*, 463 U.S. 85, 96 n.14  
 5 (1983).

6 18. This Notice of Removal is timely because prior to the passage of the Good  
 7 Jobs Initiative by the voters of the City of SeaTac, and prior to the filing of the Amended  
 8 Complaint containing a claim for direct injunctive relief against post-enactment enforcement  
 9 based on federal law, federal subject-matter jurisdiction did not exist. There is no federal  
 10 removal jurisdiction over state-court pre-election challenges to proposed ballot measures,  
 11 even where the challenge is based in part on federal law, because the dispute is not yet ripe  
 12 and therefore no Article III standing exists. *Nevada Restaurant Ass’n v. Pest Committee*,  
 13 2008 WL 8225546 \*2-3 (D.Nev. 2008) (remanding the case because “the issue of the  
 14 proposal’s constitutionality is not yet ripe for a decision. Courts avoid hypothetical questions  
 15 and will not make a declaration of unconstitutionality when it is not necessary”). *See also*,  
 16 *New Progressive Party v. Hernandez Colon*, 779 F. Supp. 646, 655 (D.P.R. 1991) (“If  
 17 plaintiffs are saying that the approval in the referendum [will violate federal law], their claim  
 18 is not ripe for decision. Under Article III of the Constitution, federal courts can only  
 19 adjudicate cases that present concrete legal issues”); *Ajax Gaming Venture, LLC v. Brown*,  
 20 2006 WL 2302192 \*3 (D.R.I. 2006) (no Article III jurisdiction to issue advisory opinion  
 21 about pre-enactment ballot question).  
 22  
 23  
 24  
 25

1           21. Because this Notice of Removal is filed within thirty days of the date of  
2 service of the Amended Complaint, and the earlier version of the Complaint did not state a  
3 justiciable federal claim, this Notice of Removal is timely under 28 U.S.C. § 1446(b).  
4 *Proctor v. Vishay Intertechnology Inc.*, 584 F.3d 1208, 1223-24 (9th Cir. 2009); *Harris v.*  
5 *Bankers Life & Cas. Co.*, 425 F.3d 689, 694 (9th Cir.2005).

6           22. Alternatively, this Notice of Removal is timely because it falls within the  
7 judicially-created revival exception to the 30-day removal requirement and the Notice of  
8 Removal is therefore timely.

9           23. The revival exception to § 1446(b) provides that “a lapsed right to remove an  
10 initially removable case within thirty days is restored when the complaint is amended so  
11 substantially as to alter the character of the action and constitute essentially a new lawsuit.”  
12 *Johnson v. Heublein Inc.*, 227 F.3d 236, 241-43 (5th Cir. 2000). Where the amended  
13 complaint so changes the nature of an action as to constitute “substantially a new suit” or “an  
14 entirely new and different suit” a defendant is given additional time to remove the case.  
15 *Wilson v. Intercollegiate (Big Ten) Conference Athletic Ass’n*, 668 F.2d 962, 965 (7th Cir.  
16 1982); *Ramos-Arrizon v. JP Morgan Chase Bank, N.A.*, 12CV609 JLS WMC, 2012 WL  
17 3762455 (S.D. Cal. Aug. 28, 2012) (noting that courts generally recognize the revival  
18 exception when the change effectively constitutes a new suit).

19           25. The original action was of a purely procedural nature, seeking to prevent the City  
20 and the City Clerk from taking action related to having the Good Jobs Initiative placed on the  
21 November 5, 2013, ballot, on the theory that the Good Jobs Initiative exceeds the City’s initiative  
22  
23  
24  
25

1 power. One basis for this argument was that the City is precluded from enacting laws via  
2 initiative that conflict with or are preempted by state or federal law.

3 26. In addition to adding the Port of Seattle as a new Defendant and adding new state  
4 and federal claims, the Amended Complaint fundamentally changes the nature of the action from  
5 exclusively an attempt to prevent the measure from reaching the City Council or the November  
6 5, 2013 ballot, to an effort to obtain a ruling declaring the Good Jobs Initiative to be intrinsically  
7 invalid and, on that basis, to issue an “injunction prohibiting the City of SeaTac or any other  
8 party (or anyone acting in concert with a party) from taking any steps to enforce or apply the  
9 provisions of the Ordinance, including but not limited to adopting auditing procedures,  
10 investigating alleged violations, or initiating legal or other action pending final resolution of this  
11 action.” Attachment 2, pp. 35-36, Prayer For Relief, ¶¶ 4, 6a. In short, Plaintiffs have essentially  
12 initiated a new lawsuit the sole and exclusive purpose of which is to prevent the law from going  
13 into effect, from being applied and from being enforced.<sup>1</sup>  
14

15 27. In this circumstance, the amended complaint so changes the nature of Plaintiffs’  
16 action as to constitute substantially a new suit which revives the Defendants’ right to remove.  
17

18 28. Intradistrict Assignment. The Committee is choosing to remove this action to the  
19 Seattle Division in accordance with LCR 3(d), because the claim arose in King County and all  
20 defendants have their principal places of business in King County.  
21  
22  
23  
24

25 <sup>1</sup> Although a declaratory ruling that the Ordinance is beyond the scope of the City’s initiative power was requested in the original complaint, this relief was tied exclusively to Plaintiffs’ efforts, pursuant to state law, to prevent the measure from reaching a vote.



1 WHEREFORE, Defendant gives notice that the civil action pending against it in King  
2 County Superior Court has been removed from that court to the United States District Court for  
3 the Western District of Washington.

4  
5 DATED this 8<sup>th</sup> day of November, 2013.

6  
7 s/Dmitri Iglitzin

8 Dmitri Iglitzin WSBA No. 17673

9 s/Jennifer Robbins

10 Jennifer Robbins, WSBA No. 40861

11 SCHWERIN CAMPBELL BARNARD IGLITZIN & LAVITT  
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# Attachment 1

SUPERIOR COURT OF THE STATE OF WASHINGTON  
KING COUNTY

FILO FOODS, LLC; BF FOODS, LLC;	)	
ALASKA AIRLINES, INC; and THE	)	
WASHINGTON RESTAURANT	)	No.
ASSOCIATION	)	
	)	APPLICATION FOR WRITS OF
Plaintiffs,	)	REVIEW, MANDATE, AND
	)	PROHIBITION
v.	)	
	)	and
THE CITY OF SEATAC and KRISTINA	)	
GREGG, CITY OF SEATAC CITY CLERK, in	)	COMPLAINT FOR
her official capacity	)	DECLARATORY AND
	)	INJUNCTIVE RELIEF
Defendants.	)	
	)	
	)	

Plaintiffs, by and through their undersigned counsel, allege the following:

**I. INTRODUCTION**

On or about June 5, 2013, the SeaTac Committee for Good Jobs filed an initiative petition and proposed ordinance entitled “Ordinance Setting Minimum Standards For Hospitality and Transportation Industry Employers” (the “Ordinance”) with the City of SeaTac City Clerk’s office.<sup>1</sup> The Ordinance, if adopted, would amend the SeaTac Municipal Code (“SMC”) to impose a series of unprecedented requirements and restrictions on certain private employers in

<sup>1</sup> A true and correct copy of the proposed Ordinance filed with the City of SeaTac City Clerk’s office is attached hereto as Exhibit A.

1 the hospitality and transportation industries. Among other things, the Ordinance would impose  
 2 the highest minimum wage in the country (increasing the minimum wage in the city, but only for  
 3 certain industries, by 68%; regulate how tips are shared among employees; restrict employers'  
 4 ability to hire additional part-time workers; impose retention and successorship obligations that  
 5 restrict employers' right to select their own employees; impose costly sick and safe time  
 6 obligations on employers; and subject employees' confidential medical information to public  
 7 review. Moreover, the Ordinance can be enforced by any person or entity, without regard for  
 8 whether they have been harmed by a violation or are even employed or doing business in the  
 9 City of SeaTac.

10 In its processing of the proposed Ordinance, the City of SeaTac has failed to follow the  
 11 procedures required for the processing of initiatives set out in the SeaTac municipal code, and  
 12 the Ordinance exceeds the power of the City of SeaTac to adopt legislation, by initiative or  
 13 otherwise.

14 Specifically,

- 15 (a) the number of valid signatures on the initiative petition is not sufficient to  
 16 advance the measure to the City Council for action or for placement on the  
 17 November ballot;
- 18 (b) the City of SeaTac did not perform a review of the legality and sufficiency of the  
 19 title and text of the Ordinance, as required by SMC 1.10.140, prior to issuing a  
 20 Certificate of Sufficiency regarding the initiative petition (thus potentially  
 21 misleading the City Council and voters regarding the measure's legality);
- 22 (c) the Ordinance exceeds the scope of the City of SeaTac's initiative power and  
 23 legislative authority. The Ordinance addresses multiple subjects, and those

subjects are not reflected in the title; the measure conflicts with state and federal law; and many provisions purport to regulate aspects of the employment relationship that are preempted by federal law; and

(d) the City of SeaTac failed to create a Petition Review Board to consider and act upon any evidence or reports of matters relating to initiative petitions which the Board may determine warrant investigation or legal action.

**In Part One on this suit**, Plaintiffs seek writs, pursuant to SMC 1.10.210, reversing the City Clerk's decision to issue a Certificate of Sufficiency; prohibiting further action until the City Clerk reviews the legality and sufficiency of the title and text of the Ordinance as required; and mandating that the City conduct the review required by SMC 1.10.140.

**In Part Two of this suit**, Plaintiffs seek a judgment declaring that the proposed Ordinance exceeds the scope of City of SeaTac's initiative power and legislative authority and a Writ of Prohibition or an injunction prohibiting the City of SeaTac or the City Clerk from forwarding the proposed Ordinance to the City Council for action and from taking any other action to forward the Ordinance to King County for placement on a ballot for an election.

## **II. PARTIES, JURISDICTION, AND VENUE**

1. Plaintiffs Filo Foods LLC and BF Foods LLC. Plaintiffs Filo Foods LLC ("Filo") and BF Foods LLC ("BF Foods") are Washington limited liability corporations located in the City of SeaTac. Filo and BF Foods are small food and beverage concessionaires operating out of SeaTac Airport, employing ten or more nonmanagerial, nonsupervisory employees. If the proposed Ordinance is adopted, Filo and BF Foods would be directly affected by the proposed Ordinance in several ways, including the following: (A) If Filo or BF Foods seek to operate in a new location, they would be forced to hire the employees of the business which had previously operated out of that location. If that happened, then their current employees could

1 lose their jobs. (B) The employees of Filo Foods and BF Foods have not chosen to be  
 2 represented by a union, but the proposed ordinance improperly encourages unionization and  
 3 collective bargaining. (C) Filo's and BF Foods' labor costs would increase dramatically. (D)  
 4 Filo and BF Foods, like other concessionaires operating out of SeaTac Airport, have a  
 5 contractual obligation to offer "street pricing." Street pricing prohibits Filo and BF Foods from  
 6 passing increased labor costs to its customers, and Filo and BF Foods could be forced to take  
 7 steps, damaging to its business, in order to keep expenses from exceeding revenues (such as  
 8 laying off employees or cutting back on the quality and quantity they offer customers). (E) It  
 9 is industry practice for employees to engage in tip pooling, allowing cooks, dishwashers,  
 10 runners, expeditors, hostesses, bartenders, and others to participate in tips as part of the tip  
 11 system. If the proposed Ordinance is passed, then some of Filo's and BF Foods' employees  
 12 would lose tips as part of their compensation.

13 2. Plaintiff Alaska Airlines, Inc. Plaintiff Alaska Airlines, Inc. ("Alaska") is an  
 14 Alaska corporation with its headquarters in the City of SeaTac. Alaska provides passenger air  
 15 transportation and related services, by itself and through contractors, at the Seattle-Tacoma  
 16 International Airport (hereinafter, "SeaTac Airport"). Alaska would be directly affected by the  
 17 proposed Ordinance in several ways, including the following: (A) In providing services to  
 18 Alaska and its passengers, Alaska's four major contractors employ in excess of 500 full-time  
 19 employees in those efforts. If the proposed Ordinance were adopted and applied to Alaska's  
 20 contractors, their labor costs would increase dramatically. If that happened, because of how  
 21 pricing is determined in the agreements with these contractors, the prices charged by the  
 22 contractors to Alaska would increase dramatically as well. Alaska would have to pass some or  
 23 all of that price increase on to its customers, and the market for air transportation services is

1 price sensitive. (B) It is a customary practice in the industry for airlines to provide some  
 2 services to each other. The measure purports to exempt certified air carriers performing  
 3 services such as passenger check-in, baggage check, wheelchair escort, baggage handling, and  
 4 other support services “for itself,” but it does not exempt air carriers performing such services  
 5 for other airlines. Any air carriers, including Alaska, who participate in this customary practice  
 6 would be directly affected by the proposed Ordinance. (C) By drastically increasing the labor  
 7 costs to the hospitality and transportation industries in SeaTac, the proposed Ordinance would  
 8 make hotel rooms, rental cars, and parking more expensive, and this will make Seattle a more  
 9 expensive destination and transportation hub. A large portion of Alaska’s business comes from  
 10 travelers flying to Seattle, and if Seattle becomes a more expensive destination, Alaska’s  
 11 business would suffer.

12 3. Plaintiff Restaurant Association of Washington. Plaintiff Restaurant Association  
 13 of Washington is a trade association representing and advocating the interests of the restaurant  
 14 industry in Washington. Many of its members will be adversely affected by the proposed  
 15 Ordinance, including the ways it would affect Plaintiffs Filo Foods, LLC and BF Foods, LLC.

16 4. Serious Public Importance. In addition to causing the harms suffered or likely to  
 17 be suffered by the Plaintiffs herein, the proposed Ordinance and its legality are matters of  
 18 serious public importance and immediately affect substantial segments of the population. The  
 19 disposition of this matter will have a direct bearing on commerce, finance, labor, and industry.

20 5. Defendant City of SeaTac. Defendant City of SeaTac (the “City”) is a non-  
 21 charter code city and a municipal corporation organized and existing under the laws of the  
 22 State of Washington and does business in King County, Washington.  
 23

6. Defendant City of Sea Tac City Clerk. Defendant Kristina Gregg is the City of SeaTac City Clerk (“City Clerk”). Plaintiffs name the defendant in her official capacity only. This Court has personal jurisdiction over the City Clerk because the City Clerk maintains offices and transacts business in the State of Washington.

7. Venue. Venue is proper in King County pursuant to RCW 4.12.020. Venue is also proper because defendants do business in King County.

8. Jurisdiction to Issue Writs. This Court has jurisdiction to issue writs of review, mandate, and/or prohibition pursuant to SMC 1.10.210 and RCW 7.16 *et seq.*

9. Jurisdiction to Provide Declaratory and Injunctive Relief. This Court has jurisdiction over this controversy pursuant to RCW 7.24 because Plaintiffs seek a determination of the legality of the Ordinance, including whether enacting the Ordinance is within the City’s initiative power. This Court also has jurisdiction over this controversy pursuant to RCW 7.16 and 7.40 because Plaintiffs seek a Writ of Prohibition or an injunction preventing placement of the Ordinance on the November 2013 ballot.

### III. THE PROPOSED ORDINANCE

10. On or about June 5, 2013, SeaTac Committee for Good Jobs filed an initiative petition and proposed ordinance entitled “Ordinance Setting Minimum Employment Standards For Hospitality and Transportation Industry Employers” with the City Clerk’s office.

11. The Ordinance seeks to amend the SeaTac Municipal Code to regulate some private employers in the hospitality and transportation industries. The measure contains numerous provisions, addressing a variety of topics, among them the following:

#### Minimum Wage.

- a. Mandates a minimum wage of \$15 per hour, but only for some employers in the Hospitality and Transportation Industries.



- b. Increases the minimum wage each year.
- c. Excludes tips, gratuities, service charges, and commissions from the minimum wage.

**Sick Leave.**

- a. Mandates the employers in the Hospitality and Transportation Industry provide employees with immediate entitlement to accrue and to use one hour of paid sick and safe time for every 40 hours worked.
- b. Requires that employers pay employees a lump sum payment at the end of the calendar year equivalent to the compensation due for any accrued but unused sick and safe time.
- c. Regulates the reasons why an employee is entitled to sick and safe time.
- d. Does not allow employers to documentation to support a request for or safe sick time.
- e. Requires that employers retain records documenting sick and safe time, including medical certifications, re-certifications, and medical histories of employees and their family members and make such records available for inspection by the SeaTac City Manager.

**Restricting Employment.**

- a. Interferes with the ability of employers to hire additional workers and subcontractors by requiring that employers offer extra hours of work to qualified part time employees before hiring additional part-time employees and subcontractors.

**Tip Pooling.**

- a. Requires that any service charge or tips be retained by or paid to the employee who performs the services for which the tip or service charge is collected.
- b. Requires that tips and service charges be pooled and distributed among the workers who perform services.
- c. Prohibits the distribution of tips to employees who do not directly provide the services at issue, regardless of an employer's alternative legal tip pooling system.

**Retention Of Employees.**

- a. Requires that an employer give notice to all employees 60-days prior to the termination of a contract. The proposed ordinance does not define what kind of contract must be terminated to trigger this requirement.
- b. Interferes with the ability of parties to contract for the provision of services and employers' ability to arrange its workforce by requiring that a successor employer

1 retain the employees of the predecessor employer, before hiring additional employees  
2 or transferring workers from elsewhere, regardless of the successor employer's needs  
or desire to retain its own employees.

- 3 c. Requires that employees of a predecessor employer be employed for no less than 90-  
4 days once hired, regardless of the successor employer's needs.
- 5 d. Requires that employees of a predecessor employer be offered positions according to  
seniority, regardless of the successor employer's policies, practices, or needs.

6 **Recordkeeping Requirements.**

- 7 a. Invades the privacy of employees by requiring that employers maintain and make  
available for inspection numerous personnel records.
- 8 b. Imposes liability on employers for substantive violations of the ordinance based  
9 solely on a lack of records.

10 **Enforcement.**

- 11 a. Abrogates State law standing requirements by allowing any person (defined to  
12 include associations, corporations, and other "entities") to bring a complaint against  
an employer in King County Superior Court regardless of whether or not the suing  
"person" is injured.
- 13 b. Requires the City of SeaTac to adopt auditing procedures sufficient to monitor and  
14 ensure compliance, investigate complaints, and initiate legal action to remedy  
violations.

15 **Protected Activity.**

- 16 a. Prohibits retaliation against employees who engage in certain protected activity.
- 17 b. Defines protected activity to include communicating with a union about alleged  
18 employer violations of the Ordinance.

19 **Waiver.**

- 20 a. The provisions of the Ordinance apply to all covered employers, and individual  
employees cannot agree to waive any of its provision, but
- 21 b. The burdens of the Ordinance may be avoided if the covered employer enters a "bona  
22 fide" collective bargaining agreement with a union that includes a waiver of the  
provisions.
- 23

**Application.**

The Ordinance applies to employers that operate or provide the following services within the City of SeaTac:

- a. Transportation services including, but not limited to, curbside check-in and baggage handling, cargo handling, aircraft cleaning and washing, and aircraft fueling.
- b. Any janitorial and custodial service, facility maintenance service, security service, or customer service performed in a facility where transportation services are also performed, regardless of whether these secondary services are related to the transportation services.
- c. Rental car, shuttle transportation, and parking lot management services.
- d. Hotels with one hundred or more guest rooms.
- e. Foodservice or retail provided in public facilities, corporate cafeterias, conference centers and meeting areas, and hotels.

**IV. PART ONE: APPLICATION FOR WRITS PURSUANT TO SEATAC  
MUNICIPAL CODE 1.100.210 AND RCW 7.16**

**A. Limits on the Initiative Power in Municipalities.**

12. RCW 35A.11.080 – RCW 35A.11.100 allows non-charter code cities such as the City of SeaTac to provide for direct legislation by the people through initiatives. RCW 35A.11.100 allows such cities to exercise its initiative powers generally “in the manner set forth for the commission form of government in RCW 35.17.240 through 35.17.360”. This municipal initiative power, however, is limited. The “subject in title” and “single subject” rules that apply to state-wide initiatives also apply to SeaTac initiatives. RCW 35A.12.130; SMC 1.10.080. These rules ensure that legislators and voters both know what they are voting for or against and that they are not forced to adopt legislation on one topic that they do not approve in order to pass legislation on another topic that they do support. In addition, a municipality such as the City of SeaTac does not have the power to adopt legislation by initiative that conflicts with the United States or Washington State constitutions, or with other state or federal laws. SMC 1.10.140; Wash. Const. art. XI, § 10. Likewise, a municipality does

1 not have the power to adopt legislation by initiative that purports to regulate issues preempted  
2 by federal law. *City of Seattle v. Burlington N. R.R.*, 145 Wn.2d 661 (2002).

3 13. Legislation proposed by initiative often has not had the benefit of research,  
4 negotiation, compromise, and other checks and balances of the legislative process and, as a  
5 result, can reflect a myopic or one-sided view of an issue or problem. Because an initiative  
6 may not have been vetted by legislative staff and counsel, legislation proposed by initiative  
7 often turns out to be in conflict with or preempted by state or federal legislation. *Wash.*  
8 *Citizens Action of Wash. v. State*, 162 Wn.2d 142 (2007); *City of Sequim v. Malkasian*, 157  
9 Wn.2d 251 (2006); *Amalgamated Transit v. State*, 142 Wn.2d 183 (2000).

10 14. The SeaTac municipal code imposes safeguards to reduce some of the risks of  
11 legislating by initiative. SMC 1.10.140 requires that before an ordinance proposed by initiative  
12 may be passed to the City Council for either adoption or placement on the ballot at the next  
13 election, the City Clerk, in consultation with the City Attorney, must review and approve the  
14 “legality” of the “title and text” of the proposed measure either before initiative sponsors begin  
15 collecting signatures or, if such prior approval was not provided, then prior to forwarding the  
16 proposed Ordinance to the City Council for action (either adopting it or putting it on the ballot  
17 at the next election). SMC 1.10.110 requires that a proposed Ordinance be supported by  
18 petitions containing valid signatures from the number of registered voters of the City equal to  
19 at least fifteen percent (15%) of the total number of names of persons listed as registered voters  
20 within the City on the day of the last preceding City general election. SMC 1.10.140 sets out  
21 the criteria for determining whether signatures are valid.

22 15. With respect to the proposed Ordinance, the City Clerk has issued a Certificate of  
23 Sufficiency and has announced her intention to present the measure to the City Council on

1 July 8, 2013. The City Clerk issued this certificate based on an insufficient number of valid  
 2 signatures and without reviewing the legality of the measure as required by SMC 1.10.140.  
 3 Absent immediate action by the Court, the City of SeaTac will be allowed to act in excess of its  
 4 initiative power and legislative authority by placing an unlawful measure on the  
 5 November 5, 2013 ballot.

## 6 **B. Allegations**

### 7 **1. The City Issued a Certificate of Sufficiency Without Reviewing the 8 Legality and Sufficiency of the Title and Text of the Ordinance**

9 16. RCW 35A.11.080 – RCW 35A.11.100 and SMC 1.10.040 grant the voters of the  
 10 City the powers of initiative and referendum subject to the limitations of state law, the general  
 11 law, and the City's initiative and referendum procedure.

12 17. SMC 1.10.100 requires that a sample petition be submitted to the City Clerk  
 13 before an initiative can be distributed to the public for the solicitation of signatures.

14 18. Pursuant to SMC 1.10.100(C), the sponsor of an initiative petition may request  
 15 that the City Clerk, with advice of the City Attorney, review, require changes, and/or approve  
 16 the content and format of the petition and the title and text of the proposed ordinance prior to  
 17 obtaining signatures. If the sponsor does not request review, the City Clerk, with advice of the  
 18 City Attorney, shall determine the legality and sufficiency of the title and text of the proposed  
 19 ordinance before the petition is referred to City Council for adoption or referral to the King  
 20 County Department of Elections. SMC 1.10.140. Thus, at some point prior to referring any  
 21 ordinance proposed by petition to the City Council, the City Clerk must review the legality of  
 22 the title, content, and text of the measure.

23 19. On or about April 26, 2013, SeaTac Committee for Good Jobs and SeaTac  
 residents Mahad Aden, Joseph Diallo, Patricia L. Reid, and Chris Smith (collectively, the

1 “Petition Sponsors”) submitted a sample petition to the SeaTac City Clerk. The Petition  
2 Sponsors requested, pursuant to SMC 1.10.100(c), that the City Clerk, with the advice of the  
3 City Attorney, review the content and format of the petition, including the title and text of the  
4 proposed ordinance.

5 20. Following their submission of the Ordinance, the Petition Sponsors consulted  
6 with the City Attorney regarding the format of the Ordinance so that, if passed, it could easily  
7 be codified in the Municipal Code.

8 21. On or about May 1, 2013, the Petition Sponsors resubmitted a revised version of  
9 the sample petition to the SeaTac City Clerk. The revised version of the sample petition was  
10 similar to the original submission but with some minor corrections.

11 22. On or about May 1, 2013, the City Clerk approved the format of the petition.  
12 Neither the City Clerk nor the City Attorney made any determination with regard to the legality  
13 and sufficiency of the title, content, or text of the proposed ordinance prior to the petition being  
14 distributed to the public for the solicitation of signatures.

15 23. On or about May 9, 2013, the City’s Legal Department issued an opinion that the  
16 subject matter of the Ordinance was an area that could be regulated by the City. The opinion  
17 was issued in response to a request by City Councilmember Pam Fernald. Although the  
18 opinion found that the City could regulate “wages, hours, and other working conditions,” the  
19 opinion specifically addressed only the Ordinance’s minimum wage and safe and sick time  
20 provisions. The Legal Department did not consider, and the opinion did not address, any other  
21 aspects of the Ordinance’s legality.

22 24. On or about June 19, 2013, the City Clerk issued a memorandum stating that she  
23 had determined the legality and the sufficiency of the title and text of the proposed Ordinance.

1 The City Clerk determined only that “The proposed Ordinance is a subject that can be  
 2 submitted to the City via the Initiative process.” The City Clerk did not make any other  
 3 determinations regarding the legality and sufficiency of the title and text of the Ordinance.

4 25. SMC 1.10.170 creates a Petition Review Board (consisting of the Mayor, City  
 5 Manager, and Police Chief) to review any matters relating to initiative petitions which warrant  
 6 investigation, report to the City Council, or legal action. The Petition Review Board has never  
 7 met to consider the proposed Ordinance.

8 26. On or about June 21, 2013, Plaintiff Alaska, along with the Southwest King  
 9 County Chamber of Commerce and the Association of Washington Business, sent a letter to  
 10 the City Clerk asking, among other things, whether she had considered various issues with  
 11 regard to the legality and sufficiency of the title and text of the Ordinance and if not, when she  
 12 intended to do so. Alaska further requested that the City Clerk convene a Petition Review  
 13 Board to consider the Ordinance before further processing the proposed ordinance. The City  
 14 Clerk did not respond to Alaska’s letter or request.

15 27. On July 2, 2013, Plaintiffs Alaska, Filo, and BF Foods sent a letter to the City  
 16 Clerk petitioning the City of SeaTac to convene a Petition Review Board to consider the  
 17 legality and sufficiency of the title, text, and content of the proposed Ordinance. Other than  
 18 acknowledging receipt of this letter, the City Clerk has not responded to this request by  
 19 Plaintiff Alaska.

20 **2. The City Issued a Certificate of Sufficiency Even Though the**  
 21 **Signatures on the Initiative Petition Are Not Sufficient**

22 28. On or about June 5, 2013, SeaTac Committee for Good Jobs filed with the City  
 23 Clerk copies of the petition in support of the Ordinance signed by 2,506 individuals. The City  
 Clerk forwarded the copies of the petition to the Superintendent of Elections of the King

1 County Department of Elections to check compliance with the signature requirements of SMC  
2 1.10.140.

3 29. The Superintendent of Elections of the King County Department of Elections, as  
4 ex officio supervisor of city elections, examined signatures on the petition.

5 30. On or about June 20, 2013, the Superintendent of Elections of the King County  
6 Department of Elections completed verification of the signatures on the petition. The  
7 Superintendent of Elections of the King County Department of Elections “verified” 2,283  
8 signatures of the 2,506 signatures submitted with the petition, meaning the County examined  
9 those signatures to determine if they should be counted. Of the 2,283 verified signatures, the  
10 Superintendent of Elections of the King County Department of Elections “challenged” 668  
11 signatures, meaning it rejected them either because they were not signatures from registered  
12 voters living in the City of SeaTac or they failed to satisfy the requirements of SMC 1.10.140.  
13 The Superintendent of Elections of the King County Department of Elections determined that  
14 the remaining 1,615 signatures were valid signatures from registered voters living in SeaTac.  
15 SMC 1.10.110 requires that to qualify for mandatory consideration by the City Council and  
16 placement on the ballot at the next election, the petition be signed by 1,536 registered voters.

17 31. The Superintendent of Elections of the King County Department of Elections  
18 determined that 44 individuals signed the petition multiple times. SMC 1.10.140 requires that  
19 when a person signs a petition two or more times, all signatures, including the original, must be  
20 stricken. King County did not strike (and instead counted) the original signature when a  
21 person signed the petition two or more times. Those 44 original signatures should have been  
22 rejected.  
23



32. One hundred thirty six of the signatures that were found sufficient and counted by the Superintendent of Elections of the King County Department of Elections did not include a date as required by law. SMC 1.10.140 requires that signatures be followed by a date that is not more than six months prior to the date of filing of the petition. Signatures not followed by a date should have been rejected. King County did not reject, and instead counted, 136 signatures that did not have dates.

33. Thirty six of the signatures that were found sufficient and counted by the Superintendent of Elections of the King County Department of Elections plainly were dated by an unknown third party, on an unknown date. SMC section 1.10.140 requires that signatures that have been altered shall be invalid and shall not be counted. The Superintendent of Elections of the King County Department of Elections improperly counted these signatures.

34. Thirty eight of the signatures that were found sufficient and counted by the Superintendent of Elections of the King County Department of Elections appeared on petition pages that did not have a copy of the proposed Ordinance attached to them as required by law. SMC 1.10.080 requires that a copy of the petition be attached to every single petition signature page. These 38 signatures should have been rejected.

35. Twelve signatures did not include an address. The format of the petition mandated by SMC 1.10.080 requires that each registered voter provide their address when they sign. The Superintendent of Elections of the King County Department of Elections improperly counted these signatures, and they should have been excluded.

36. Thus, 266 were found sufficient and counted that should have been rejected by the Superintendent of Elections of the King County Department of Elections. Because those

1 signatures were not valid and should have been rejected under SMC1.10.140, the petition is  
 2 supported only by, at most, 1349 signatures, fewer than the 1,536 required by SMC 1.10.110.

3 37. On June 20, 2013, the Superintendent of Elections of the King County  
 4 Department of Elections certified to the City Clerk that the petition was supported by a  
 5 sufficient number of valid signatures.

6 38. On June 28, 2013, the City Clerk issued a Certificate of Sufficiency with regard to  
 7 the petition. This Certificate of Sufficiency was improperly issued because the petition was  
 8 not, in fact, supported by a significant number of valid signatures; because the City Clerk failed  
 9 to conduct the required review of the legality of the measure; and because the Petition Review  
 10 Board has not yet considered any aspect of the petition, despite requests to do so.

11 39. The SeaTac City Attorney is scheduled to present the Ordinance to the City  
 12 Council and answer questions on July 9, 2013, and on July 23, 2013, the City Council is  
 13 scheduled to vote on whether to adopt the Ordinance. Pursuant to SMC 1.10.220, if the City  
 14 Council does not adopt the proposed (and unlawful) ordinance, the City Clerk will forward it to  
 15 King County for placement on the ballot for the November 5, 2013, election.

### 16 **C. Claims For Relief In Part One**

17 40. In Part One of this Application and Complaint, Plaintiffs seek the issuance of  
 18 writs pursuant to SMC 1.10.210 and RCW 7.16.

19 41. Writ of Review. The determination by the City Clerk that the petition is  
 20 supported by a sufficient number of valid signatures should be reviewed and reversed. Before  
 21 a Certificate of Sufficiency may be issued, the City Clerk was required to determine that the  
 22 Petition was signed by the number or registered voters of the City equal to at least fifteen  
 23 percent (15%) of the total number of names of persons listed as registered voters within the  
 City on the day of the last preceding City general election. SMC 1.10.100. The City Clerk

1 relied on a certification by the Superintendent of Elections of the King County Department of  
 2 Elections, but as explained above, the Superintendent improperly counted at least 266  
 3 signatures that failed to meet the requirements of SMC 1.10.140 and thus should have been  
 4 rejected.

5 42. This court should issue a Writ of Review, pursuant to SMC 1.10.210 and RCW  
 6 7.16.040 and reverse the determination that the Petition is supported by the necessary  
 7 signatures, which determination necessarily underlies the City Clerk's June 28, 2013,  
 8 Certificate of Sufficiency.

9 43. Writ of Prohibition. The City Clerk has failed to make the required review of the  
 10 legality and sufficiency of the title, content, and text of the proposed Ordinance. Any review  
 11 conducted by the City Clerk so far was limited to the format of the petition and the narrow  
 12 question of whether the City had the authority, generally, to regulate wages and hours of  
 13 employees in the City. The City has thus far ignored a request that the City conduct a proper  
 14 review of the Ordinance and convene the Petition Review Board created for this purpose by  
 15 SMC 1.10.170.

16 44. This court should issue a Writ of Prohibition, pursuant to SMC 1.10.210 and  
 17 RCW 7.16.300, forbidding the City and the City Clerk from taking any further action with  
 18 regard to the Ordinance, including, but not limited to, taking any action necessary to place the  
 19 proposed Ordinance before the City Council for adoption or taking any action to place the  
 20 Ordinance on the November 5, 2013 ballot until after the City Clerk undertakes the required  
 21 review of the legality of the title, text, and content of the proposed Ordinance and then  
 22 determines: (a) that the title, text, and content of the proposed Ordinance are legal and  
 23 sufficient and (b) that the petition was validly signed by the required number of registered

1 voters (valid signatures not to include signatures that appear without a date or an address,  
2 signatures that appear without a date written by the person actually signing, signatures that  
3 appear on petitions that did not have a copy of the Ordinance attached, or signatures of persons  
4 signing multiple times).

5 45. Writ of Mandate. The Court should issue a Writ of Mandate compelling the City  
6 and City Clerk to do the following, as required by SMC 1.10.140

7 a. conduct a review of the sufficiency of the signatures in support of the  
8 petition and determine whether the petition is supported by sufficient valid signatures (not  
9 including signatures that appear without a date or an address, signatures that appear without a  
10 date written by the person actually signing, signatures that appear on petitions that did not have a  
11 copy of the Ordinance attached, or signatures of persons signing multiple times);

12 b. Conduct a review of the legality of the title, text, and content of the  
13 proposed Ordinance and then determine whether the title, text, and content of the proposed  
14 Ordinance are legal and sufficient;

15 c. Issue a Certificate of Sufficiency or Certificate of Insufficiency based on  
16 this review; and

17 d. Convene the Petition Review Board to conduct a hearing to determine the  
18 legality and sufficiency of the signatures supporting the petition and the title, text, and content of  
19 the proposed Ordinance and to issue a Final Certificate of Sufficiency or Final Certificate of  
20 Insufficiency.

21 46. Absence of an Otherwise Plain, Speedy, and Adequate Legal Remedy. Plaintiffs  
22 have no plain, speedy, and adequate remedy by appeal or other legal action.  
23

1           47. Plaintiff Alaska Airlines and others requested that the City Clerk conduct the  
 2 required review and make a determination as to the legality and sufficiency of the title and text  
 3 of the proposed Ordinance. The Plaintiffs and others requested the City of SeaTac to convene  
 4 a Petition Review Board before taking any further action with regard to the Ordinance. Alaska  
 5 Airlines and others also requested that the City Clerk review the sufficiency of the submitted  
 6 signatures. The City has thus far not honored these requests.

7           48. SMC 1.10.210 requires Plaintiffs to apply to this court for the aforementioned  
 8 writs, and RCW 7.16 gives this court the authority to issue the requested writs. If the requested  
 9 writs are not granted, the proposed Ordinance will be placed on the ballot without a  
 10 determination by the City Clerk that the title and text of the proposed Ordinance is legal and  
 11 without the petition initiating it having been validly signed by the required number of  
 12 registered voters of the City. No remedy at law would provide any relief, and equitable relief  
 13 in the form of a permanent injunction may not be available or available quickly enough to  
 14 provide relief before the proposed ordinance is forwarded to King County for inclusion on the  
 15 November 5, 2013, ballot.

16           49. Costs and Fees. The Court should award Plaintiffs' costs of suit, attorneys' fees,  
 17 and such other additional relief as the court may deem appropriate pursuant to RCW 7.16.260.

18 **V. PART TWO: COMPLAINT FOR DECLARATORY JUDGMENT AND A WRIT**  
 19 **OF PROHIBITION OR INJUNCTION**

20           50. In this Part Two, Plaintiffs seek a Declaratory Judgment that the proposed  
 21 Ordinance exceeds SeaTac's initiative power and a Writ of Prohibition or Injunction to prevent  
 22 the City and City Clerk from taking any action to place the invalid initiative on a ballot for an  
 23 election.

1           **A.       Allegations**

2           51.   State Law Authorizes Local Initiatives. Non-charter code cities such as SeaTac  
3           “have all powers possible for a city or town to have under the Constitution of the state, and not  
4           specifically denied to code cities by law.” RCW 35.11.020. A state statute authorizes cities to  
5           provide for “direct legislation by the people through the initiative and referendum upon any  
6           matter within the scope of the powers, functions, or duties of the city.” RCW 35.22.200.  
7           RCW 35A.11.080 – RCW 35A.11.100 expressly authorizes non-charter code cities power to  
8           adopt initiative powers.

9           52.   SeaTac’s Municipal Code Authorizes Local Initiatives, Subject To State Law. In  
10          June 1990, the City of SeaTac City Council adopted Ordinance 90-1042 establishing initiative  
11          and referendum power for the City. Ordinance 90-1042 became codified as SeaTac Municipal  
12          Code Chapter 1.10. Section 1.10.040 of the SeaTac Municipal Code (“SMC”) grants the  
13          voters of the City of SeaTac the powers of initiative and referendum subject to the limitations  
14          of State law, the general law, and the City’s initiative and referendum procedure.

15          53.   Local Initiatives Are Limited In Permissible Scope. Cities have no authority to  
16          adopt by initiative any Ordinance that exceeds the City’s authority to legislate. For example,  
17          cities may not adopt initiatives that purport to create local laws conflicting with the United  
18          States or Washington constitutions or that conflict with other state or federal laws. Similarly,  
19          cities may not adopt initiatives involving powers delegated by the Washington legislature to a  
20          city council or other local board, rather than the city itself. In addition, cities may not adopt  
21          initiatives that are administrative, rather than legislative, in nature.

22          54.   Invalid Initiatives Should Not Appear On The Ballot. Initiatives that exceed the  
23          scope of the initiative power of a city in any manner are invalid and should not be placed on  
                the ballot.

1           55. The Ordinance Exceeds The Initiative Power of the City of SeaTac. The  
 2 proposed SeaTac Ordinance exceeds the initiative power of the City of SeaTac because the  
 3 City does not have the authority to enact laws via initiative that violate the “subject in title” and  
 4 “single subject” rules; that are administrative in nature rather than legislative; or that conflict  
 5 with or are preempted by federal or state law.

6           56. The Ordinance Violates The “Subject in Title” Rule. The Ordinance exceeds the  
 7 initiative power of the City of SeaTac because the City does not have the legislative authority  
 8 to enact a law that violates the “subject in the title” rule. The “subject in the title” rule requires  
 9 that the subject of the measure must be expressed in its title. RCW 35A.12.130; SMC  
 10 1.10.080; *see also* Wash. Const. Art. II, Sec.19. “The purpose of this provision is to ensure  
 11 legislators and the public are on notice as to what the contents of the bill are. ... This  
 12 requirement has particular importance in the context of initiatives since voters will often make  
 13 their decision based on the title of the act alone, without ever reading the body of it. .... A title  
 14 complies with this requirement if it gives notice to voters which would lead to an inquiry into  
 15 the body of the act or indicates the scope and purpose of the law to an inquiring mind.”  
 16 *Citizens For Wildlife Mgmt. v. State*, 149 Wn.2d 622, 639 (2003). The title of the proposed  
 17 Ordinance is “Ordinance Setting Minimum Employment Standards For Hospitality And  
 18 Transportation Industry Employers.” This title does not give sufficient notice to voters as to  
 19 the true contents of the proposed Ordinance.

20           57. The Ordinance Violates the Single Subject Rule. The Ordinance exceeds the  
 21 initiative power of the City of SeaTac because the City does not have the legislative authority  
 22 to enact a law that violates the requirement that an ordinance contain only one subject which  
 23 must be clearly expressed in the title. RCW 35A.12.130; SMC 1.10.080; *see also* Wash.

1 Const. Art. II, Sec. 19. The Ordinance exceeds the initiative power because the Ordinance  
 2 addresses at least seven, if not more, distinct and discreet subjects. The several subjects  
 3 contained in the Ordinance do not have “rational unity” as required by state law. In fact, the  
 4 many subjects of the Ordinance are typically addressed in separate legislation and enforced by  
 5 separate regulatory agencies, including some in state government and some in the federal  
 6 government.

7 58. The Ordinance Involves Administrative Matters. To be valid, a measure proposed  
 8 by initiative must be legislative (and not administrative) and within the municipality’s power to  
 9 act. An act is considered administrative if it is temporary and special, rather than permanent  
 10 and general. The wage rate revisions and reporting requirements in § 7.45.050 (B)-(D) and the  
 11 requirement of the City Manager to formally request consent in Section 7.45.110 are  
 12 administrative and not legislative in nature.

13 59. The Ordinance Conflicts with State Law Because it Purports to Eliminate The  
 14 Standing Requirement For Proceedings in State Court. The Ordinance exceeds SeaTac’s  
 15 initiative power because it unconstitutionally does away with Washington’s requirements for  
 16 standing to sue and purports to change state law regarding standing by allowing “any person”  
 17 (broadly defined to include individuals, partnerships, trusts, associations “or any other legal or  
 18 commercial entity, whether domestic or foreign”) “claiming a violation of this chapter” to  
 19 “bring an action” to enforce it, regardless of whether the person or entity was actually harmed  
 20 or threatened with harm.

21 60. Provisions of the Ordinance Conflict With Or Are Preempted By Federal Labor  
 22 Law. Plaintiff Alaska Airlines is a carrier by air covered by the Railway Labor Act, 45 U.S.C §§  
 23 151-188 (“RLA”), and employs approximately 8000 employees covered by collective bargaining



1 agreements with multiple labor unions negotiated under the RLA. Numerous vendors and  
 2 contractors covered by the proposed Ordinance perform services at SeaTac Airport for Alaska  
 3 and other air carriers. Most of these vendors and contractors are also covered by the RLA.  
 4 Some of them are covered by the National Labor Relations Act, 29 U.S.C. §§ 151-169  
 5 (“NLRA”). Whether an employer is covered by the NLRA or the RLA is determined by the  
 6 National Mediation Board (“NMB”) and/or the National Labor Relations Board (“NLRB”).  
 7 These federal agencies have complete and exclusive jurisdiction to address and resolve  
 8 representation disputes. “That is to say, at least where representation disputes are concerned, the  
 9 National Mediation Board has been given complete jurisdiction under the Railway Labor Act,  
 10 which is coextensive with that of the National Labor Relations Board under the National Labor  
 11 Relations Act. The jurisdiction of both administrative bodies is exclusive, with no power in the  
 12 federal district courts to intrude.” *AMFA v. United Airlines*, 406 F. Supp. 494 at 506 (1976). Air  
 13 carriers who perform services for other air carriers or other third parties and who would, as a  
 14 result, be covered by the proposed Ordinance are covered by the RLA.

15         61. SeaTac does not have the authority to adopt by initiative any legislation that  
 16 conflicts with federal law or that purports to regulate aspects of labor-management relations  
 17 governed by federal labor law. Legislation that interferes with the economic weapons  
 18 available to labor and management in reaching agreements is pre-empted by the NLRA or the  
 19 RLA, as applicable, because of its interference with the bargaining process.

20         62. By way of example and without limitation, Section 7.45.090 of the proposed  
 21 Ordinance (“Prohibiting Retaliation Against Covered Workers For Exercising Their Lawful  
 22 Rights”) purports to make illegal any adverse action by an employer against an employee who  
 23 communicates with a union about alleged violations of the Ordinance. Section 7.45.100A

1 creates remedies for violations of the proposed Ordinance. The NLRA, regulates the rights of  
 2 employees to engage in protected concerted activity, such as communicating with each other or  
 3 with a union about wages, hours, and working conditions (all subjects of the Ordinance), and  
 4 an employer's ability to respond to such conduct by its employees. The National Labor  
 5 Relations Board has exclusive jurisdiction to determine if there has been any unlawful  
 6 retaliation against employees for exercising such rights. Section 7.45.090 and .100A of the  
 7 Ordinance thus purport to provide a cause of action and remedies for conduct that arguably  
 8 constitutes an unfair labor practice under the NLRA. Employees covered by the RLA have  
 9 similar protections although the enforcement mechanisms differ. Such legislation (and any  
 10 action under the Ordinance to enforce it) is preempted by federal labor law.

11 63. The Ordinance also would impose obligations on "Predecessor Employers" and  
 12 "Successor Employers," including with respect to notice to and retention of employees. By  
 13 regulating successorship and specifically imposing an obligation on a "successor" to hire  
 14 "retention employees," the Ordinance requires that employers hire a particular worker or a  
 15 specific group of workers based on a group characteristic. Both the NLRA and RLA define,  
 16 and governs the obligations of, predecessor and successor employers and preempts regulations,  
 17 such as the Ordinance, that attempt to regulate market forces with regard to labor supply and  
 18 collective bargaining and in doing so, interfere with the free play of economic forces.

19 64. The Ordinance interferes with employee and employer rights by coercing  
 20 employers to recognize unions and enter into collective bargaining agreements and by coercing  
 21 employees into union membership. Among other things, the proposed Ordinance allows  
 22 employers to avoid the impermissible requirements imposed by the measure but only by  
 23 entering a "bona fide" collective bargaining agreement that waives the provisions of the

Ordinance in clear and unambiguous terms. Individual employees are not allowed to reach agreements to waive the provisions. The Ordinance thus conflicts with or is preempted by federal labor law because it interferes with employees' and employers' rights under Sections 7 and 8 of the NLRA and Section 2, Third, Fourth, and Seventh of the RLA. *See Metropolitan Life Ins. Co. v. Massachusetts*, 471 U.S. 724, 755, 105 S.Ct. 2380, 2397 (1985); *American Train Dispatchers v. Denver & Rio Grande Western Railroad Co.*, 614 F. Supp. 543 (D. Colorado 1985).

65. Section 7.45.060 of the proposed Ordinance would require the purchasers of covered employers and successors to the agreements of covered employers to hire the employees of the predecessor employer. This provision is inconsistent with and/or preempted by both the NLRA and the RLA because it has the effect of forcing the new provider or employer to become a successor employer for purposes of federal labor law, with the attendant obligation to recognize and bargain with the union representing the predecessor employer's employees.

66. In addition, Section 7.45.100 of the proposed Ordinance gives to King County Superior Court the responsibility of determining whether there exists a bona fide collective bargaining agreement and whether such an agreement contains a "clear and unambiguous" waiver of the Ordinance's provisions. Thus, it conflicts with Section 301 of the NLRA, which provides that only the NLRB or courts applying federal law have this authority, and under the RLA, Congress has vested System Boards of Adjustment with the sole and exclusive jurisdiction to construe and interpret collective bargaining agreements. The RLA creates "a comprehensive framework for the resolution of labor disputes" arising out of the interpretation

1 of CBAs in these industries. *Atchison, Topeka & Santa Fe Ry. Co. v. Buell*, 480 U.S. 557, 562  
 2 (1987).

3 67. The Ordinance Conflicts With The Airline Deregulation Act. The Ordinance  
 4 exceeds the initiative power of the City of SeaTac because Section 7.45.040(A) of the  
 5 Ordinance, requires payment of service charges directly to “Transportation Workers.” That term  
 6 is defined in the Ordinance to mean any nonmanagerial, nonsupervisory individual employed by  
 7 a “Transportation Employer,” which is defined to include to include a company operating  
 8 “curbside passenger check-in services; baggage check services, wheelchair escort services, [and]  
 9 baggage handling. . . .” And while Section 7.45.010(M) of the Ordinance excludes from its  
 10 definition of a covered Transportation Employer “a certified air carrier performing services for  
 11 itself,” it does not exempt certified air carriers when they perform the covered transportation  
 12 support services for other airlines, as is customary in the industry. Thus certified air carriers  
 13 would be covered by the proposed Ordinance, at least with respect to some of their operations.  
 14 Such regulation of air carriers and the services provided by air carriers is preempted by the  
 15 Airline Deregulation Act (“ADA”). *See* 49 U.S.C. § 41713(b)(1) (2006). The ADA contains an  
 16 express preemption clause: no state may “enact or enforce a law, regulation, or other provision  
 17 having the force and effect of law related to a *price*, route, or *service* of an air carrier. . . .” 49  
 18 U.S.C. §41713(b)(1) (2006) (emphasis added).

19 68. The Ordinance Violates The U.S. and Washington State Constitutions. The  
 20 Ordinance does not set general terms of employment or set minimum employment standards.  
 21 It exceeds SeaTac’s initiative power in part because it substantially impairs contract rights or  
 22 contractual relationships in violation of the Contract Clause of the U.S. and Constitution and  
 23 art. 1, sec. 23 of the State Constition. The Ordinance requires that employers retain “qualified

Retention employees” for up to three months following the assumption of a contract. The Ordinance also increases labor costs by up to 68% and, in doing so, substantially impairs employers’ contractual obligation with a separate municipal corporation, the Port of Seattle, to offer “street pricing” to customers in the airport. Rather than set general terms and conditions of employment or minimum employment standards, the successorship provision of the Ordinance, in Section 7.45.060, require that an employer hire and retain specific employees solely because that employer assumed a service contract, regardless of the needs of the business. These provisions impose wholly unanticipated burdens and obligations on the parties to those agreements.

69. Offending Provisions Are Not Severable. The Ordinance contains a severability clause, but the provisions of the Ordinance that exceed the initiative power of the City of SeaTac are vital to the Ordinance’s intended purposes. The Court cannot sever the offending provisions of the Ordinance from the non-offending provisions without rendering the Ordinance incapable of accomplishing the legislative purposes.

## **B. Claims for Relief In Part Two**

70. In Part Two of this Application and Complaint, Plaintiffs seek a Declaratory Judgment that the proposed Ordinance exceeds the initiative power of the City of SeaTac and a Writ of Prohibition or an injunction prohibiting the City and the City Clerk from taking any further action to forward the proposed ordinance to the City Council or to King County or taking any other action to place the measure on the ballot for the November 2013 election.

### **1. Declaratory Judgment**

71. Pursuant to the Washington Declaratory Judgment Act, RCW 7.24 et seq., this Court may declare the validity of a proposed initiative.

1           72. The matter is ripe for declaratory relief because a dispute exists as to the validity  
2 of the Ordinance.

3           73. A declaratory judgment action is proper to determine whether the Ordinance  
4 exceeds the initiative power of the City of SeaTac and thus whether it may be submitted to the  
5 qualified electors in the November 2013 election.

6           74. The Court should enter a judgment that the Ordinance exceeds the initiative  
7 power of the City of SeaTac for the reasons set out above, as well as such other and further  
8 relief as may follow from the entry of such a declaratory judgment.

9                   **2. Writ of Prohibition**

10           75. Under RCW 7.16.290, this Court has the authority to issue a Writ of Prohibition  
11 to arrest the proceedings of any tribunal, corporation, board or person, when such proceedings  
12 are without or in excess of the jurisdiction of such tribunal, corporation, board or person.

13           76. As explained above, the City of SeaTac has no authority or jurisdiction to present  
14 for possible adoption by voters a proposed Ordinance that exceeds the City's initiative power.

15           77. Because the proposed Ordinance exceeds the City's power of initiative and  
16 because there is not a plain, speedy, and adequate remedy in the ordinary course of law, the  
17 Court should issue a Writ of Prohibition prohibiting the City of SeaTac and the City Clerk  
18 from taking any further steps to place the proposed Ordinance before the City Council for  
19 action or any other steps to place the proposed Ordinance on the November 5, 2013 ballot.

20                   **3. Injunction**

21           78. Pursuant to RCW 7.40 *et seq.* the Court has the power to grant injunctive relief.  
22 The Court may grant an injunction at the time the action is commenced or at any time  
23 afterwards.

1           79. The Ordinance has been deemed sufficient by the City Clerk to be presented to  
2 the City Council and/or placed on the November 2013 ballot.

3           80. Only a valid initiative may be placed on a ballot for a local election. An initiative  
4 that exceeds the power of the municipality is not a valid initiative as a matter of Washington  
5 law and may not be placed on an election ballot.

6           81. For the reasons described in the preceding paragraphs of this complaint, Plaintiffs  
7 have a well-grounded fear of the immediate invasion of their rights should the Ordinance be  
8 presented to the City Council and/or placed on the November 2013 ballot. Additionally, the  
9 Ordinance seeks to alter protections afforded by the United States and Washington  
10 constitutions, as well as state and federal law. If enacted by the City of SeaTac, Plaintiffs  
11 would be subject to the time and cost of pursuing post-election litigation. Plaintiffs will suffer  
12 actual and substantial injuries if an injunction is not entered preventing the measures from  
13 appearing on the ballot.

14           82. A preliminary and permanent injunction precluding presentation of the Ordinance  
15 to the City Council and/or placement of the Ordinance on the November 5, 2013, ballot is also  
16 proper (1) because the presence of invalid initiatives steals attention, time, and money from  
17 other valid propositions on the same ballot; (2) to avoid the cost of placing before the voters  
18 measures that would be unenforceable if enacted; (3) to avoid the public confusion that would  
19 otherwise arise if the Initiatives are enacted and then later found to be invalid; (4) to eliminate  
20 potential negative impacts the Ordinance may have on the City of SeaTac's economic  
21 development efforts between now and the November 5, 2013 election; and (5) protect the  
22 taxpayers of the City of SeaTac and King County from having to pay for multiple lawsuits  
23 likely to arise post-election as the result of the enactment of an unlawful ordinance.

83. If the Court does not enter the requested Writ of Prohibition, an injunction is the only other possible remedy to prevent the placement of an invalid initiative on the November 5, 2013, ballot. The court should enter an injunction prohibiting the City and City Clerk from taking any further steps to place the proposed Ordinance before the City Council for action or any other steps to place the proposed Ordinance on the November 5, 2013 ballot.

## VI. PRAYER FOR RELIEF

Based on the allegations set out above, Plaintiffs respectfully request the following relief:

### Part One:

1. For issuance of a Writ of Review reversing the determination by the City Clerk that the Petition is supported by a sufficient number of valid signatures;
2. For issuance of a Writ of Prohibition forbidding the City and the City Clerk from taking any further action with regard to the Ordinance, including, but not limited to, taking any action to place the proposed Ordinance before the City Council or for action or any other steps to forward the proposed Ordinance to King County for placement on a ballot, until after the City Clerk (a) undertakes the required substantive review of the legality of the title, text, and content of the proposed Ordinance and (b) determines whether the petition has been validly signed by the number of registered voters of the City equal to at least fifteen percent (15%) of the total number of names of persons listed as registered voters within the City on the day of the last preceding City general election (valid signatures not to include signatures that appear without a date or an address, signatures that appear without a date written by the person actually signing, signatures that appear on petitions that did not have a copy of the Ordinance attached, or signatures of persons signing multiple times).



1           3.       For issuance of a Writ of Mandate compelling the City and City Clerk to do the  
2 following, as required by SMC 1.10.140, prior to taking any further action on the petition and  
3 proposed Ordinance:

4                   a.       Conduct a review of the sufficiency of the signatures in support of the  
5 petition and determine whether the petition is supported by sufficient valid signatures (not  
6 including signatures that appear without a date or an address, signatures that appear without a  
7 date written by the person actually signing, signatures that appear on petitions that did not have a  
8 copy of the Ordinance attached, or signatures of persons signing multiple times);

9                   b.       Conduct a substantive review of the legality of the title, text, and content  
10 of the proposed Ordinance and then determine whether the title, text, and content of the proposed  
11 Ordinance are legal and sufficient;

12                   c.       Issue a Certificate of Sufficiency or a Certificate of Insufficiency based on  
13 these reviews; and

14                   d.       Convene the Petition Review Board to (a) conduct a hearing to determine  
15 the legality and sufficiency of the signatures supporting the Petition and the legality and  
16 sufficiency of the title, text, and content of the proposed Ordinance and (b) issue a Final  
17 Certificate of Sufficiency or a Final Certificate of Insufficiency.

18 **Part Two:**

19           4.       For a judgment declaring that the Ordinance is beyond the scope of the initiative  
20 power of the City of SeaTac, as well as such other and further relief as may follow from the entry  
21 of such a declaratory judgment;

22           5.       For a Writ of Prohibition prohibiting the City of SeaTac and the City Clerk from  
23 taking any further steps to place the proposed Ordinance before the City Council for action or

1 any other steps to forward the proposed Ordinance to King County for placement on a ballot for  
2 any election.

3 6. For a permanent injunction prohibiting the City of SeaTac and the City Clerk  
4 from taking any further steps to place the proposed Ordinance before the City Council for action  
5 or any other steps to forward the proposed Ordinance to King County for placement on a ballot  
6 for any election;

7 7. For judgment against the City for Plaintiffs' costs and attorneys' fees pursuant to  
8 RCW 7.16.260; and

9 8. For such other relief that the Court deems appropriate.

10 DATED this 8th day of July, 2013.

11 Davis Wright Tremaine LLP  
12 Attorneys for Alaska Airlines, Inc. and Washington  
13 Restaurant Association

14 By s/Harry J. F. Korrell  
15 Harry J. F. Korrell, WSBA #23173

16 Pacific Alliance Law, PLLC  
17 Attorneys for Filo Foods, LLC and BF Foods, LLC

18  
19 By s/Cecilia Cordova via approval  
20 Cecilia Cordova, WSBA #30095

# Attachment 2

FILO FOODS, LLC; BF FOODS, LLC;	)	
ALASKA AIRLINES, INC; and THE	)	
WASHINGTON RESTAURANT	)	No. 13-2-25352-6KNT
ASSOCIATION,	)	
	)	
	)	
Plaintiffs,	)	APPLICATION FOR WRITS OF
	)	REVIEW, MANDATE, AND
v.	)	PROHIBITION
	)	
THE CITY OF SEATAC; KRISTINA GREGG,	)	and
CITY OF SEATAC CITY CLERK, in her	)	
official capacity; and the PORT OF SEATTLE,	)	AMENDED COMPLAINT FOR
	)	DECLARATORY AND
Defendants.	)	INJUNCTIVE RELIEF
	)	
SEATAC COMMITTEE FOR GOOD JOBS,	)	
	)	
Intervenors.	)	

## I. INTRODUCTION

<sup>1</sup> A true and correct copy of the proposed Ordinance filed with the City of SeaTac City Clerk's office is attached hereto as Exhibit A.

**Davis Wright Tremaine LLP**  
LAW OFFICES  
Suite 2200  
1201 Third Avenue  
Seattle, WA 98101-3045  
206.622.3150 main • 206.757.7700 fax

1 the hospitality and transportation industries. Among other things, the Ordinance would impose  
 2 the highest minimum wage in the country (increasing the minimum wage in the city, but only for  
 3 certain industries, by 68%; regulate how tips are shared among employees; restrict employers'  
 4 ability to hire additional part-time workers; impose retention and successorship obligations that  
 5 restrict employers' right to select their own employees; impose costly sick and safe time  
 6 obligations on employers; and subject employees' confidential medical information to public  
 7 review. Moreover, the Ordinance can be enforced by any person or entity, without regard for  
 8 whether they have been harmed by a violation or are even employed or doing business in the  
 9 City of SeaTac.

10 In its processing of the proposed Ordinance, the City of SeaTac has failed to follow the  
 11 procedures required for the processing of initiatives set out in the SeaTac municipal code, and  
 12 the Ordinance exceeds the power of the City of SeaTac to adopt legislation, by initiative or  
 13 otherwise.

14 Specifically,

- 15 (a) the number of valid signatures on the initiative petition is not sufficient to  
 16 advance the measure to the City Council for action or for placement on the  
 17 November ballot;
- 18 (b) the City of SeaTac did not perform a review of the legality and sufficiency of the  
 19 title and text of the Ordinance, as required by SMC 1.10.140, prior to issuing a  
 20 Certificate of Sufficiency regarding the initiative petition (thus potentially  
 21 misleading the City Council and voters regarding the measure's legality);
- 22 (c) the Ordinance exceeds the scope of the City of SeaTac's initiative power and  
 23 legislative authority. The Ordinance addresses multiple subjects, and those

subjects are not reflected in the title; the measure conflicts with state and federal law; and many provisions purport to regulate aspects of the employment relationship that are preempted by federal law; and

(d) the City of SeaTac failed to create a Petition Review Board to consider and act upon any evidence or reports of matters relating to initiative petitions which the Board may determine warrant investigation or legal action.

**In Part One on this suit**, Plaintiffs seek writs, pursuant to SMC 1.10.210, reversing the City Clerk's decision to issue a Certificate of Sufficiency; prohibiting further action until the City Clerk reviews the legality and sufficiency of the title and text of the Ordinance as required; and mandating that the City conduct the review required by SMC 1.10.140.

**In Part Two of this suit**, Plaintiffs seek a judgment declaring that the proposed Ordinance is invalid because it exceeds the scope of City of SeaTac's initiative power and legislative authority, and declaring that the Ordinance cannot be enforced at the SeaTac Airport, which is subject to the Port of Seattle's jurisdiction, and a Writ of Prohibition or an injunction prohibiting the City of SeaTac or the City Clerk from forwarding the proposed Ordinance to the City Council for action and from taking any other action to forward the Ordinance to King County for placement on a ballot for an election.

## II. PARTIES, JURISDICTION, AND VENUE

1. Plaintiffs Filo Foods LLC and BF Foods LLC. Plaintiffs Filo Foods LLC ("Filo") and BF Foods LLC ("BF Foods") are Washington limited liability corporations located in the City of SeaTac. Filo and BF Foods are small food and beverage concessionaires operating out of SeaTac Airport, employing ten or more nonmanagerial, nonsupervisory employees. If the proposed Ordinance is adopted, Filo and BF Foods would be directly affected by the proposed Ordinance in several ways, including the following: (A) If Filo or BF Foods seek to operate in

1 a new location, they would be forced to hire the employees of the business which had  
 2 previously operated out of that location. If that happened, then their current employees could  
 3 lose their jobs. (B) The employees of Filo Foods and BF Foods have not chosen to be  
 4 represented by a union, but the proposed ordinance improperly encourages unionization and  
 5 collective bargaining. (C) Filo's and BF Foods' labor costs would increase dramatically. (D)  
 6 Filo and BF Foods, like other concessionaires operating out of SeaTac Airport, have a  
 7 contractual obligation to offer "street pricing." Street pricing prohibits Filo and BF Foods from  
 8 passing increased labor costs to its customers, and Filo and BF Foods could be forced to take  
 9 steps, damaging to its business, in order to keep expenses from exceeding revenues (such as  
 10 laying off employees or cutting back on the quality and quantity they offer customers). (E) It  
 11 is industry practice for employees to engage in tip pooling, allowing cooks, dishwashers,  
 12 runners, expeditors, hostesses, bartenders, and others to participate in tips as part of the tip  
 13 system. If the proposed Ordinance is passed, then some of Filo's and BF Foods' employees  
 14 would lose tips as part of their compensation.

15 2. Plaintiff Alaska Airlines, Inc. Plaintiff Alaska Airlines, Inc. ("Alaska") is an  
 16 Alaska corporation with its headquarters in the City of SeaTac. Alaska provides passenger air  
 17 transportation and related services, by itself and through contractors, at the Seattle-Tacoma  
 18 International Airport (hereinafter, "SeaTac Airport"). Alaska would be directly affected by the  
 19 proposed Ordinance in several ways, including the following: (A) In providing services to  
 20 Alaska and its passengers, Alaska's four major contractors employ in excess of 500 full-time  
 21 employees in those efforts. If the proposed Ordinance were adopted and applied to Alaska's  
 22 contractors, their labor costs would increase dramatically. If that happened, because of how  
 23 pricing is determined in the agreements with these contractors, the prices charged by the

1 contractors to Alaska would increase dramatically as well. Alaska would have to pass some or  
 2 all of that price increase on to its customers, and the market for air transportation services is  
 3 price sensitive. (B) It is a customary practice in the industry for airlines to provide some  
 4 services to each other. The measure purports to exempt certified air carriers performing  
 5 services such as passenger check-in, baggage check, wheelchair escort, baggage handling, and  
 6 other support services “for itself,” but it does not exempt air carriers performing such services  
 7 for other airlines. Any air carriers, including Alaska, who participate in this customary practice  
 8 would be directly affected by the proposed Ordinance. (C) By drastically increasing the labor  
 9 costs to the hospitality and transportation industries in SeaTac, the proposed Ordinance would  
 10 make hotel rooms, rental cars, and parking more expensive, and this will make Seattle a more  
 11 expensive destination and transportation hub. A large portion of Alaska’s business comes from  
 12 travelers flying to Seattle, and if Seattle becomes a more expensive destination, Alaska’s  
 13 business would suffer.

14 3. Plaintiff Washington Restaurant Association. Plaintiff Washington Restaurant  
 15 Association is a trade association representing and advocating the interests of the restaurant  
 16 industry in Washington. A number of its members will be adversely affected by the proposed  
 17 Ordinance, including the way it would affect Filo Foods, LLC and BF Foods, LLC.

18 4. Serious Public Importance. In addition to causing the harms suffered or likely to  
 19 be suffered by the Plaintiffs herein, the proposed Ordinance and its legality are matters of  
 20 serious public importance and immediately affect substantial segments of the population. The  
 21 disposition of this matter will have a direct bearing on commerce, finance, labor, and industry.  
 22  
 23



1           5.   Defendant City of SeaTac. Defendant City of SeaTac (the “City”) is a non-  
2 charter code city and a municipal corporation organized and existing under the laws of the  
3 State of Washington and does business in King County, Washington.

4           6.   Defendant City of Sea Tac City Clerk. Defendant Kristina Gregg is the City of  
5 SeaTac City Clerk (“City Clerk”). Plaintiffs name the defendant in her official capacity only.  
6 This Court has personal jurisdiction over the City Clerk because the City Clerk maintains offices  
7 and transacts business in the State of Washington.

8           6.a.   Defendant Port of Seattle. Defendant Port of Seattle (“Port”) is a municipal  
9 corporation of the State of Washington with its principal place of business in Seattle,  
10 Washington. The Port owns and operates Sea-Tac Airport and does business in King County,  
11 Washington.

12           7.   Venue. Venue is proper in King County pursuant to RCW 4.12.020. Venue is  
13 also proper because defendants do business in King County.

14           8.   Jurisdiction to Issue Writs. This Court has jurisdiction to issue writs of review,  
15 mandate, and/or prohibition pursuant to SMC 1.10.210 and RCW 7.16 *et seq.*

16           9.   Jurisdiction to Provide Declaratory and Injunctive Relief. This Court has  
17 jurisdiction over this controversy pursuant to RCW 7.24 because Plaintiffs seek a  
18 determination of the legality of the Ordinance, including whether enacting the Ordinance is  
19 within the City’s initiative power and whether the Ordinance is enforceable at the Sea-Tac  
20 Airport, as its proponents contend, or unenforceable at the airport (and thus exceeds the City’s  
21 legislative power for that reason as well). This Court also has jurisdiction over this  
22 controversy pursuant to RCW 7.16 and 7.40 because Plaintiffs seek a Writ of Prohibition or an  
23 injunction preventing placement of the Ordinance on the November 2013 ballot.

### III. THE PROPOSED ORDINANCE

10. On or about June 5, 2013, SeaTac Committee for Good Jobs filed an initiative petition and proposed ordinance entitled “Ordinance Setting Minimum Employment Standards For Hospitality and Transportation Industry Employers” with the City Clerk’s office.

11. The Ordinance seeks to amend the SeaTac Municipal Code to regulate some private employers in the hospitality and transportation industries. The measure contains numerous provisions, addressing a variety of topics, among them the following:

#### **Minimum Wage.**

- a. Mandates a minimum wage of \$15 per hour, but only for some employers in the Hospitality and Transportation Industries.
- b. Increases the minimum wage each year.
- c. Excludes tips, gratuities, service charges, and commissions from the minimum wage.

#### **Sick Leave.**

- a. Mandates the employers in the Hospitality and Transportation Industry provide employees with immediate entitlement to accrue and to use one hour of paid sick and safe time for every 40 hours worked.
- b. Requires that employers pay employees a lump sum payment at the end of the calendar year equivalent to the compensation due for any accrued but unused sick and safe time.
- c. Regulates the reasons why an employee is entitled to sick and safe time.
- d. Does not allow employers to require documentation to support a request for or safe sick time.
- e. Requires that employers retain records documenting sick and safe time, including medical certifications, re-certifications, and medical histories of employees and their family members and make such records available for inspection by the SeaTac City Manager.

#### **Restricting Employment.**

- a. Interferes with the ability of employers to hire additional workers and subcontractors by requiring that employers offer extra hours of work to qualified part time employees before hiring additional part-time employees and subcontractors.

**Tip Pooling.**

- a. Requires that any service charge or tips be retained by or paid to the employee who performs the services for which the tip or service charge is collected.
- b. Requires that tips and service charges be pooled and distributed among the workers who perform services.
- c. Prohibits the distribution of tips to employees who do not directly provide the services at issue, regardless of an employer's alternative legal tip pooling system.

**Retention Of Employees.**

- a. Requires that an employer give notice to all employees 60-days prior to the termination of a contract. The proposed ordinance does not define what kind of contract must be terminated to trigger this requirement.
- b. Interferes with the ability of parties to contract for the provision of services and employers' ability to arrange its workforce by requiring that a successor employer retain the employees of the predecessor employer, before hiring additional employees or transferring workers from elsewhere, regardless of the successor employer's needs or desire to retain its own employees.
- c. Requires that employees of a predecessor employer be employed for no less than 90-days once hired, regardless of the successor employer's needs.
- d. Requires that employees of a predecessor employer be offered positions according to seniority, regardless of the successor employer's policies, practices, or needs.

**Recordkeeping Requirements.**

- a. Invades the privacy of employees by requiring that employers maintain and make available for inspection numerous personnel records.
- b. Imposes liability on employers for substantive violations of the ordinance based solely on a lack of records.

**Enforcement.**

- a. Abrogates State law standing requirements by allowing any person (defined to include associations, corporations, and other "entities") to bring a complaint against an employer in King County Superior Court regardless of whether or not the suing "person" is injured.
- b. Requires the City of SeaTac to adopt auditing procedures sufficient to monitor and ensure compliance, investigate complaints, and initiate legal action to remedy violations.

**Protected Activity.**

- a. Prohibits retaliation against employees who engage in certain protected activity.
- b. Defines protected activity to include communicating with a union about alleged employer violations of the Ordinance.

**Waiver.**

- a. The provisions of the Ordinance apply to all covered employers, and individual employees cannot agree to waive any of its provision, but
- b. The burdens of the Ordinance may be avoided if the covered employer enters a “bona fide” collective bargaining agreement with a union that includes a waiver of the provisions.

**Application.**

The Ordinance applies to employers that operate or provide the following services within the City of SeaTac:

- a. Transportation services including, but not limited to, curbside check-in and baggage handling, cargo handling, aircraft cleaning and washing, and aircraft fueling.
- b. Any janitorial and custodial service, facility maintenance service, security service, or customer service performed in a facility where transportation services are also performed, regardless of whether these secondary services are related to the transportation services.
- c. Rental car, shuttle transportation, and parking lot management services.
- d. Hotels with one hundred or more guest rooms.
- e. Foodservice or retail provided in public facilities, corporate cafeterias, conference centers and meeting areas, and hotels.

**IV. PART ONE: APPLICATION FOR WRITS PURSUANT TO SEATAC MUNICIPAL CODE 1.100.210 AND RCW 7.16**

**A. Limits on the Initiative Power in Municipalities.**

12. RCW 35A.11.080 – RCW 35A.11.100 allows non-charter code cities such as the City of SeaTac to provide for direct legislation by the people through initiatives. RCW 35A.11.100 allows such cities to exercise its initiative powers generally “in the manner set forth for the commission form of government in RCW 35.17.240 through 35.17.360”. This

1 municipal initiative power, however, is limited. The “subject in title” and “single subject”  
 2 rules that apply to state-wide initiatives also apply to SeaTac initiatives. RCW 35A.12.130;  
 3 SMC 1.10.080. These rules ensure that legislators and voters both know what they are voting  
 4 for or against and that they are not forced to adopt legislation on one topic that they do not  
 5 approve in order to pass legislation on another topic that they do support. In addition, a  
 6 municipality such as the City of SeaTac does not have the power to adopt legislation by  
 7 initiative that conflicts with the United States or Washington State constitutions, or with other  
 8 state or federal laws. SMC 1.10.140; Wash. Const. art. XI, § 10. Likewise, a municipality does  
 9 not have the power to adopt legislation by initiative that purports to regulate issues preempted  
 10 by federal law. *City of Seattle v. Burlington N. R.R.*, 145 Wn.2d 661 (2002).

11 13. Legislation proposed by initiative often has not had the benefit of research,  
 12 negotiation, compromise, and other checks and balances of the legislative process and, as a  
 13 result, can reflect a myopic or one-sided view of an issue or problem. Because an initiative  
 14 may not have been vetted by legislative staff and counsel, legislation proposed by initiative  
 15 often turns out to be in conflict with or preempted by state or federal legislation. *Wash.*  
 16 *Citizens Action of Wash. v. State*, 162 Wn.2d 142 (2007); *City of Sequim v. Malkasian*, 157  
 17 Wn.2d 251 (2006); *Amalgamated Transit v. State*, 142 Wn.2d 183 (2000).

18 14. The SeaTac municipal code imposes safeguards to reduce some of the risks of  
 19 legislating by initiative. SMC 1.10.140 requires that before an ordinance proposed by initiative  
 20 may be passed to the City Council for either adoption or placement on the ballot at the next  
 21 election, the City Clerk, in consultation with the City Attorney, must review and approve the  
 22 “legality” of the “title and text” of the proposed measure either before initiative sponsors begin  
 23 collecting signatures or, if such prior approval was not provided, then prior to forwarding the

1 proposed Ordinance to the City Council for action (either adopting it or putting it on the ballot  
 2 at the next election). SMC 1.10.110 requires that a proposed Ordinance be supported by  
 3 petitions containing valid signatures from the number of registered voters of the City equal to  
 4 at least fifteen percent (15%) of the total number of names of persons listed as registered voters  
 5 within the City on the day of the last preceding City general election. SMC 1.10.140 sets out  
 6 the criteria for determining whether signatures are valid.

7 15. With respect to the proposed Ordinance, the City Clerk has issued a Certificate of  
 8 Sufficiency and has announced her intention to present the measure to the City Council on  
 9 July 8, 2013. The City Clerk issued this certificate based on an insufficient number of valid  
 10 signatures and without reviewing the legality of the measure as required by SMC 1.10.140.  
 11 Absent immediate action by the Court, the City of SeaTac will be allowed to act in excess of its  
 12 initiative power and legislative authority by placing an unlawful measure on the  
 13 November 5, 2013 ballot.

#### 14 **B. Allegations**

##### 15 **1. The City Issued a Certificate of Sufficiency Without Reviewing the** 16 **Legality and Sufficiency of the Title and Text of the Ordinance**

17 16. RCW 35A.11.080 – RCW 35A.11.100 and SMC 1.10.040 grant the voters of the  
 18 City the powers of initiative and referendum subject to the limitations of state law, the general  
 19 law, and the City's initiative and referendum procedure.

20 17. SMC 1.10.100 requires that a sample petition be submitted to the City Clerk  
 21 before an initiative can be distributed to the public for the solicitation of signatures.

22 18. Pursuant to SMC 1.10.100(C), the sponsor of an initiative petition may request  
 23 that the City Clerk, with advice of the City Attorney, review, require changes, and/or approve  
 the content and format of the petition and the title and text of the proposed ordinance prior to

1 obtaining signatures. If the sponsor does not request review, the City Clerk, with advice of the  
 2 City Attorney, shall determine the legality and sufficiency of the title and text of the proposed  
 3 ordinance before the petition is referred to City Council for adoption or referral to the King  
 4 County Department of Elections. SMC 1.10.140. Thus, at some point prior to referring any  
 5 ordinance proposed by petition to the City Council, the City Clerk must review the legality of  
 6 the title, content, and text of the measure.

7 19. On or about April 26, 2013, SeaTac Committee for Good Jobs and SeaTac  
 8 residents Mahad Aden, Joseph Diallo, Patricia L. Reid, and Chris Smith (collectively, the  
 9 “Petition Sponsors”) submitted a sample petition to the SeaTac City Clerk. The Petition  
 10 Sponsors requested, pursuant to SMC 1.10.100(c), that the City Clerk, with the advice of the  
 11 City Attorney, review the content and format of the petition, including the title and text of the  
 12 proposed ordinance.

13 20. Following their submission of the Ordinance, the Petition Sponsors consulted  
 14 with the City Attorney regarding the format of the Ordinance so that, if passed, it could easily  
 15 be codified in the Municipal Code.

16 21. On or about May 1, 2013, the Petition Sponsors resubmitted a revised version of  
 17 the sample petition to the SeaTac City Clerk. The revised version of the sample petition was  
 18 similar to the original submission but with some minor corrections.

19 22. On or about May 1, 2013, the City Clerk approved the format of the petition.  
 20 Neither the City Clerk nor the City Attorney made any determination with regard to the legality  
 21 and sufficiency of the title, content, or text of the proposed ordinance prior to the petition being  
 22 distributed to the public for the solicitation of signatures.  
 23

23. On or about May 9, 2013, the City's Legal Department issued an opinion that the subject matter of the Ordinance was an area that could be regulated by the City. The opinion was issued in response to a request by City Councilmember Pam Fernald. Although the opinion found that the City could regulate "wages, hours, and other working conditions," the opinion specifically addressed only the Ordinance's minimum wage and safe and sick time provisions. The Legal Department did not consider, and the opinion did not address, any other aspects of the Ordinance's legality.

24. On or about June 19, 2013, the City Clerk issued a memorandum stating that she had determined the legality and the sufficiency of the title and text of the proposed Ordinance. The City Clerk determined only that "The proposed Ordinance is a subject that can be submitted to the City via the Initiative process." The City Clerk did not make any other determinations regarding the legality and sufficiency of the title and text of the Ordinance.

25. SMC 1.10.170 creates a Petition Review Board (consisting of the Mayor, City Manager, and Police Chief) to review any matters relating to initiative petitions which warrant investigation, report to the City Council, or legal action. The Petition Review Board has never met to consider the proposed Ordinance.

26. On or about June 21, 2013, Plaintiff Alaska, along with the Southwest King County Chamber of Commerce and the Association of Washington Business, sent a letter to the City Clerk asking, among other things, whether she had considered various issues with regard to the legality and sufficiency of the title and text of the Ordinance and if not, when she intended to do so. Alaska further requested that the City Clerk convene a Petition Review Board to consider the Ordinance before further processing the proposed ordinance. The City Clerk did not respond to Alaska's letter or request.



1           27. On July 2, 2013, Plaintiffs Alaska, Filo, and BF Foods sent a letter to the City  
 2 Clerk petitioning the City of SeaTac to convene a Petition Review Board to consider the  
 3 legality and sufficiency of the title, text, and content of the proposed Ordinance. Other than  
 4 acknowledging receipt of this letter, the City Clerk has not responded to this request by  
 5 Plaintiff Alaska.

6                   **2. The City Issued a Certificate of Sufficiency Even Though the**  
 7                   **Signatures on the Initiative Petition Are Not Sufficient**

8           28. On or about June 5, 2013, SeaTac Committee for Good Jobs filed with the City  
 9 Clerk copies of the petition in support of the Ordinance signed by 2,506 individuals. The City  
 10 Clerk forwarded the copies of the petition to the Superintendent of Elections of the King  
 11 County Department of Elections to check compliance with the signature requirements of SMC  
 12 1.10.140.

13           29. The Superintendent of Elections of the King County Department of Elections, as  
 14 ex officio supervisor of city elections, examined signatures on the petition.

15           30. On or about June 20, 2013, the Superintendent of Elections of the King County  
 16 Department of Elections completed verification of the signatures on the petition. The  
 17 Superintendent of Elections of the King County Department of Elections “verified” 2,283  
 18 signatures of the 2,506 signatures submitted with the petition, meaning the County examined  
 19 those signatures to determine if they should be counted. Of the 2,283 verified signatures, the  
 20 Superintendent of Elections of the King County Department of Elections “challenged” 668  
 21 signatures, meaning it rejected them either because they were not signatures from registered  
 22 voters living in the City of SeaTac or they failed to satisfy the requirements of SMC 1.10.140.  
 23 The Superintendent of Elections of the King County Department of Elections determined that  
 the remaining 1,615 signatures were valid signatures from registered voters living in SeaTac.

SMC 1.10.110 requires that to qualify for mandatory consideration by the City Council and placement on the ballot at the next election, the petition be signed by 1,536 registered voters.

31. The Superintendent of Elections of the King County Department of Elections determined that 44 individuals signed the petition multiple times. SMC 1.10.140 requires that when a person signs a petition two or more times, all signatures, including the original, must be stricken. King County did not strike (and instead counted) the original signature when a person signed the petition two or more times. Those 44 original signatures should have been rejected.

32. One hundred thirty six of the signatures that were found sufficient and counted by the Superintendent of Elections of the King County Department of Elections did not include a date as required by law. SMC 1.10.140 requires that signatures be followed by a date that is not more than six months prior to the date of filing of the petition. Signatures not followed by a date should have been rejected. King County did not reject, and instead counted, 136 signatures that did not have dates.

33. Thirty six of the signatures that were found sufficient and counted by the Superintendent of Elections of the King County Department of Elections plainly were dated by an unknown third party, on an unknown date. SMC section 1.10.140 requires that signatures that have been altered shall be invalid and shall not be counted. The Superintendent of Elections of the King County Department of Elections improperly counted these signatures.

34. Thirty eight of the signatures that were found sufficient and counted by the Superintendent of Elections of the King County Department of Elections appeared on petition pages that did not have a copy of the proposed Ordinance attached to them as required by law.

SMC 1.10.080 requires that a copy of the petition be attached to every single petition signature page. These 38 signatures should have been rejected.

35. Twelve signatures did not include an address. The format of the petition mandated by SMC 1.10.080 requires that each registered voter provide their address when they sign. The Superintendent of Elections of the King County Department of Elections improperly counted these signatures, and they should have been excluded.

36. Thus, 266 were found sufficient and counted that should have been rejected by the Superintendent of Elections of the King County Department of Elections. Because those signatures were not valid and should have been rejected under SMC 1.10.140, the petition is supported only by, at most, 1349 signatures, fewer than the 1,536 required by SMC 1.10.110.

37. On June 20, 2013, the Superintendent of Elections of the King County Department of Elections certified to the City Clerk that the petition was supported by a sufficient number of valid signatures.

38. On June 28, 2013, the City Clerk issued a Certificate of Sufficiency with regard to the petition. This Certificate of Sufficiency was improperly issued because the petition was not, in fact, supported by a significant number of valid signatures; because the City Clerk failed to conduct the required review of the legality of the measure; and because the Petition Review Board has not yet considered any aspect of the petition, despite requests to do so.

39. The SeaTac City Attorney is scheduled to present the Ordinance to the City Council and answer questions on July 9, 2013, and on July 23, 2013, the City Council is scheduled to vote on whether to adopt the Ordinance. Pursuant to SMC 1.10.220, if the City Council does not adopt the proposed (and unlawful) ordinance, the City Clerk will forward it to King County for placement on the ballot for the November 5, 2013, election.

1           **C.       Claims For Relief In Part One**

2           40. In Part One of this Application and Complaint, Plaintiffs seek the issuance of  
3 writs pursuant to SMC 1.10.210 and RCW 7.16.

4           41. Writ of Review. The determination by the City Clerk that the petition is  
5 supported by a sufficient number of valid signatures should be reviewed and reversed. Before  
6 a Certificate of Sufficiency may be issued, the City Clerk was required to determine that the  
7 Petition was signed by the number or registered voters of the City equal to at least fifteen  
8 percent (15%) of the total number of names of persons listed as registered voters within the  
9 City on the day of the last preceding City general election. SMC 1.10.100. The City Clerk  
10 relied on a certification by the Superintendent of Elections of the King County Department of  
11 Elections, but as explained above, the Superintendent improperly counted at least 266  
12 signatures that failed to meet the requirements of SMC 1.10.140 and thus should have been  
13 rejected.

14           42. This court should issue a Writ of Review, pursuant to SMC 1.10.210 and RCW  
15 7.16.040 and reverse the determination that the Petition is supported by the necessary  
16 signatures, which determination necessarily underlies the City Clerk's June 28, 2013,  
17 Certificate of Sufficiency.

18           43. Writ of Prohibition. The City Clerk has failed to make the required review of the  
19 legality and sufficiency of the title, content, and text of the proposed Ordinance. Any review  
20 conducted by the City Clerk so far was limited to the format of the petition and the narrow  
21 question of whether the City had the authority, generally, to regulate wages and hours of  
22 employees in the City. The City has thus far ignored a request that the City conduct a proper  
23 review of the Ordinance and convene the Petition Review Board created for this purpose by  
SMC 1.10.170.

44. This court should issue a Writ of Prohibition, pursuant to SMC 1.10.210 and RCW 7.16.300, forbidding the City and the City Clerk from taking any further action with regard to the Ordinance, including, but not limited to, taking any action necessary to place the proposed Ordinance before the City Council for adoption or taking any action to place the Ordinance on the November 5, 2013 ballot until after the City Clerk undertakes the required review of the legality of the title, text, and content of the proposed Ordinance and then determines: (a) that the title, text, and content of the proposed Ordinance are legal and sufficient and (b) that the petition was validly signed by the required number of registered voters (valid signatures not to include signatures that appear without a date or an address, signatures that appear without a date written by the person actually signing, signatures that appear on petitions that did not have a copy of the Ordinance attached, or signatures of persons signing multiple times).

45. Writ of Mandate. The Court should issue a Writ of Mandate compelling the City and City Clerk to do the following, as required by SMC 1.10.140

a. conduct a review of the sufficiency of the signatures in support of the petition and determine whether the petition is supported by sufficient valid signatures (not including signatures that appear without a date or an address, signatures that appear without a date written by the person actually signing, signatures that appear on petitions that did not have a copy of the Ordinance attached, or signatures of persons signing multiple times);

b. Conduct a review of the legality of the title, text, and content of the proposed Ordinance and then determine whether the title, text, and content of the proposed Ordinance are legal and sufficient;

c. Issue a Certificate of Sufficiency or Certificate of Insufficiency based on this review; and

d. Convene the Petition Review Board to conduct a hearing to determine the legality and sufficiency of the signatures supporting the petition and the title, text, and content of the proposed Ordinance and to issue a Final Certificate of Sufficiency or Final Certificate of Insufficiency.

46. Absence of an Otherwise Plain, Speedy, and Adequate Legal Remedy. Plaintiffs have no plain, speedy, and adequate remedy by appeal or other legal action.

47. Plaintiff Alaska Airlines and others requested that the City Clerk conduct the required review and make a determination as to the legality and sufficiency of the title and text of the proposed Ordinance. The Plaintiffs and others requested the City of SeaTac to convene a Petition Review Board before taking any further action with regard to the Ordinance. Alaska Airlines and others also requested that the City Clerk review the sufficiency of the submitted signatures. The City has thus far not honored these requests.

48. SMC 1.10.210 requires Plaintiffs to apply to this court for the aforementioned writs, and RCW 7.16 gives this court the authority to issue the requested writs. If the requested writs are not granted, the proposed Ordinance will be placed on the ballot without a determination by the City Clerk that the title and text of the proposed Ordinance is legal and without the petition initiating it having been validly signed by the required number of registered voters of the City. No remedy at law would provide any relief, and equitable relief in the form of a permanent injunction may not be available or available quickly enough to provide relief before the proposed ordinance is forwarded to King County for inclusion on the November 5, 2013, ballot.

49. Costs and Fees. The Court should award Plaintiffs' costs of suit, attorneys' fees, and such other additional relief as the court may deem appropriate pursuant to RCW 7.16.260.

**V. PART TWO: COMPLAINT FOR DECLARATORY JUDGMENT AND A WRIT OF PROHIBITION OR INJUNCTION**

50. In this Part Two, Plaintiffs seek a Declaratory Judgment that the proposed Ordinance exceeds SeaTac's initiative power and a Writ of Prohibition or Injunction to prevent the City and City Clerk from taking any action to place the invalid initiative on a ballot for an election.

**A. Allegations**

51. State Law Authorizes Local Initiatives. Non-charter code cities such as SeaTac "have all powers possible for a city or town to have under the Constitution of the state, and not specifically denied to code cities by law." RCW 35.11.020. A state statute authorizes cities to provide for "direct legislation by the people through the initiative and referendum upon any matter within the scope of the powers, functions, or duties of the city." RCW 35.22.200. RCW 35A.11.080 – RCW 35A.11.100 expressly authorizes non-charter code cities power to adopt initiative powers.

52. SeaTac's Municipal Code Authorizes Local Initiatives, Subject To State Law. In June 1990, the City of SeaTac City Council adopted Ordinance 90-1042 establishing initiative and referendum power for the City. Ordinance 90-1042 became codified as SeaTac Municipal Code Chapter 1.10. Section 1.10.040 of the SeaTac Municipal Code ("SMC") grants the voters of the City of SeaTac the powers of initiative and referendum subject to the limitations of State law, the general law, and the City's initiative and referendum procedure.

53. Local Initiatives Are Limited In Permissible Scope. Cities have no authority to adopt by initiative any Ordinance that exceeds the City's authority to legislate. For example,

1 cities may not adopt initiatives that purport to create local laws conflicting with the United  
 2 States or Washington constitutions or that conflict with other state or federal laws. Similarly,  
 3 cities may not adopt initiatives involving powers delegated by the Washington legislature to a  
 4 city council or other local board, rather than the city itself. In addition, cities may not adopt  
 5 initiatives that are administrative, rather than legislative, in nature.

6 54. Invalid Initiatives Should Not Appear On The Ballot. Initiatives that exceed the  
 7 scope of the initiative power of a city in any manner are invalid and should not be placed on  
 8 the ballot.

9 55. The Ordinance Exceeds The Initiative Power of the City of SeaTac. The  
 10 proposed SeaTac Ordinance exceeds the initiative power of the City of SeaTac because the  
 11 City does not have the authority to enact laws via initiative that violate the “subject in title” and  
 12 “single subject” rules; that are administrative in nature rather than legislative; or that conflict  
 13 with or are preempted by federal or state law.

14 56. The Ordinance Violates The “Subject in Title” Rule. The Ordinance exceeds the  
 15 initiative power of the City of SeaTac because the City does not have the legislative authority  
 16 to enact a law that violates the “subject in the title” rule. The “subject in the title” rule requires  
 17 that the subject of the measure must be expressed in its title. RCW 35A.12.130; SMC  
 18 1.10.080; *see also* Wash. Const. Art. II, Sec.19. “The purpose of this provision is to ensure  
 19 legislators and the public are on notice as to what the contents of the bill are. ... This  
 20 requirement has particular importance in the context of initiatives since voters will often make  
 21 their decision based on the title of the act alone, without ever reading the body of it. .... A title  
 22 complies with this requirement if it gives notice to voters which would lead to an inquiry into  
 23 the body of the act or indicates the scope and purpose of the law to an inquiring mind.”



1 *Citizens For Wildlife Mgmt. v. State*, 149 Wn.2d 622, 639 (2003). The title of the proposed  
 2 Ordinance is “Ordinance Setting Minimum Employment Standards For Hospitality And  
 3 Transportation Industry Employers.” This title does not give sufficient notice to voters as to  
 4 the true contents of the proposed Ordinance.

5 57. The Ordinance Violates the Single Subject Rule. The Ordinance exceeds the  
 6 initiative power of the City of SeaTac because the City does not have the legislative authority  
 7 to enact a law that violates the requirement that an ordinance contain only one subject which  
 8 must be clearly expressed in the title. RCW 35A.12.130; SMC 1.10.080; *see also* Wash.  
 9 Const. Art. II, Sec. 19. The Ordinance exceeds the initiative power because the Ordinance  
 10 addresses at least seven, if not more, distinct and discreet subjects. The several subjects  
 11 contained in the Ordinance do not have “rational unity” as required by state law. In fact, the  
 12 many subjects of the Ordinance are typically addressed in separate legislation and enforced by  
 13 separate regulatory agencies, including some in state government and some in the federal  
 14 government.

15 58. The Ordinance Involves Administrative Matters. To be valid, a measure proposed  
 16 by initiative must be legislative (and not administrative) and within the municipality’s power to  
 17 act. An act is considered administrative if it is temporary and special, rather than permanent  
 18 and general. The wage rate revisions and reporting requirements in § 7.45.050 (B)-(D) and the  
 19 requirement of the City Manager to formally request consent in Section 7.45.110 are  
 20 administrative and not legislative in nature.

21 59. The Ordinance Conflicts with State Law Because it Purports to Eliminate The  
 22 Standing Requirement For Proceedings in State Court. The Ordinance exceeds SeaTac’s  
 23 initiative power because it unconstitutionally does away with Washington’s requirements for

standing to sue and purports to change state law regarding standing by allowing “any person” (broadly defined to include individuals, partnerships, trusts, associations “or any other legal or commercial entity, whether domestic or foreign”) “claiming a violation of this chapter” to “bring an action” to enforce it, regardless of whether the person or entity was actually harmed or threatened with harm.

59.a. The Ordinance Conflicts with State Law Because it Purports to Regulate Business Operations at Sea-Tac Airport, Which is Subject to the Exclusive Jurisdiction of the Port of Seattle. Pursuant to RCW 14.08.330, the Port has exclusive jurisdiction and control over the Airport. The Ordinance exceeds SeaTac’s initiative power because it purports to impose legislation beyond the jurisdiction of the City of SeaTac. Sea-Tac Airport is subject only to the jurisdiction of the Port, however, the primary focus of the Ordinance is to apply the new provisions to employers at Sea-Tac Airport, and Petition Sponsors and proponents seek to enforce the provisions against employers at Sea-Tac Airport.

60. Provisions of the Ordinance Conflict With Or Are Preempted By Federal Labor Law. Plaintiff Alaska Airlines is a carrier by air covered by the Railway Labor Act, 45 U.S.C §§ 151-188 (“RLA”), and employs approximately 8000 employees covered by collective bargaining agreements with multiple labor unions negotiated under the RLA. Numerous vendors and contractors covered by the proposed Ordinance perform services at SeaTac Airport for Alaska and other air carriers. Most of these vendors and contractors are also covered by the RLA. Some of them are covered by the National Labor Relations Act, 29 U.S.C. §§ 151-169 (“NLRA”). Whether an employer is covered by the NLRA or the RLA generally is determined by the National Mediation Board (“NMB”) and/or the National Labor Relations Board (“NLRB”). These federal agencies have complete and exclusive jurisdiction to address and

1 resolve representation disputes. “That is to say, at least where representation disputes are  
 2 concerned, the National Mediation Board has been given complete jurisdiction under the  
 3 Railway Labor Act, which is coextensive with that of the National Labor Relations Board  
 4 under the National Labor Relations Act. The jurisdiction of both administrative bodies is  
 5 exclusive, with no power in the federal district courts to intrude.” *AMFA v. United Airlines*,  
 6 406 F. Supp. 494, 506 (N. D. Cal. 1976). Air carriers who perform services for other air  
 7 carriers or other third parties and who would, as a result, be covered by the proposed Ordinance  
 8 are covered by the RLA.

9 60.a. Congress has regulated nearly every facet of the airline industry, having  
 10 recognized the vital role that the airline industry plays in interstate travel and the significance  
 11 of the industry (and interstate travel) to our national economy. Congress’s reach over the  
 12 airline industry is so broad, and the federal interest so dominate, that it is reasonable to infer  
 13 that Congress intended to “preempt the field” and thereby disallow supplemental state and local  
 14 laws in the area of wages and working conditions.

15 61. SeaTac does not have the authority to adopt by initiative any legislation that  
 16 conflicts with federal law or that purports to regulate aspects of labor-management relations  
 17 governed by federal labor law. Legislation that interferes with the economic weapons  
 18 available to labor and management in reaching agreements is pre-empted by the NLRA or the  
 19 RLA, as applicable, because of its interference with the bargaining process.

20 62. By way of example and without limitation, Section 7.45.090 of the proposed  
 21 Ordinance (“Prohibiting Retaliation Against Covered Workers For Exercising Their Lawful  
 22 Rights”) purports to make illegal any adverse action by an employer against an employee who  
 23 communicates with a union about alleged violations of the Ordinance. Section 7.45.100A

1 creates remedies for violations of the proposed Ordinance. The NLRA, regulates the rights of  
 2 employees to engage in protected concerted activity, such as communicating with each other or  
 3 with a union about wages, hours, and working conditions (all subjects of the Ordinance), and  
 4 an employer's ability to respond to such conduct by its employees. The National Labor  
 5 Relations Board has exclusive jurisdiction to determine if there has been any unlawful  
 6 retaliation against employees for exercising such rights. Section 7.45.090 and .100A of the  
 7 Ordinance thus purport to provide a cause of action and remedies for conduct that arguably  
 8 constitutes an unfair labor practice under the NLRA. Employees covered by the RLA have  
 9 similar protections although the enforcement mechanisms differ. Such legislation (and any  
 10 action under the Ordinance to enforce it) is preempted by federal labor law.

11 63. The Ordinance also would impose obligations on "Predecessor Employers" and  
 12 "Successor Employers," including with respect to notice to and retention of employees. By  
 13 regulating successorship and specifically imposing an obligation on a "successor" to hire  
 14 "retention employees," the Ordinance requires that employers hire a particular worker or a  
 15 specific group of workers based on a group characteristic. Both the NLRA and RLA define,  
 16 and govern the obligations of, predecessor and successor employers and preempt regulations,  
 17 such as the Ordinance, that attempt to regulate market forces with regard to labor supply and  
 18 collective bargaining and, in doing so, interfere with the free play of economic forces.

19 64. The Ordinance interferes with employee and employer rights by coercing  
 20 employers to recognize unions and enter into collective bargaining agreements and by coercing  
 21 employees into union membership. Among other things, the proposed Ordinance allows  
 22 employers to avoid the impermissible requirements imposed by the measure but only by  
 23 entering a "bona fide" collective bargaining agreement that waives the provisions of the

Ordinance in clear and unambiguous terms. Individual employees are not allowed to reach agreements to waive the provisions. The Ordinance thus conflicts with or is preempted by federal labor law because it interferes with employees' and employers' rights under Sections 7 and 8 of the NLRA and Section 2, Third, Fourth, and Seventh of the RLA. *See Metropolitan Life Ins. Co. v. Massachusetts*, 471 U.S. 724, 755, 105 S.Ct. 2380, 2397 (1985); *American Train Dispatchers v. Denver & Rio Grande Western Railroad Co.*, 614 F. Supp. 543 (D. Colorado 1985).

65. Section 7.45.060 of the proposed Ordinance would require the purchasers of covered employers and successors to the agreements of covered employers to hire the employees of the predecessor employer. This provision is inconsistent with and/or preempted by federal law because it has the effect of forcing the new provider or employer to become a successor employer for purposes of federal labor law, with the attendant obligation to recognize and bargain with the union representing the predecessor employer's employees.

66. In addition, Section 7.45.100 of the proposed Ordinance gives to King County Superior Court the responsibility of determining whether there exists a bona fide collective bargaining agreement and whether such an agreement contains a "clear and unambiguous" waiver of the Ordinance's provisions. Thus, it conflicts with Section 301 of the NLRA, which provides that only the NLRB or courts applying federal law have this authority, and under the RLA, Congress has vested System Boards of Adjustment with the sole and exclusive jurisdiction to construe and interpret collective bargaining agreements. The RLA creates "a comprehensive framework for the resolution of labor disputes" arising out of the interpretation of CBAs in these industries. *Atchison, Topeka & Santa Fe Ry. Co. v. Buell*, 480 U.S. 557, 562 (1987).

67. The Ordinance Conflicts With The Airline Deregulation Act. Because the Ordinance has the force and effect of law related to a price, route, or service of an air carrier, it violates and is preempted by the Airline Deregulation Act of 1978 (“ADA”), codified at 49 U.S.C. § 41713(b). The ADA prohibits a state or local government from enacting or enforcing “a law, regulation, or other provision having the force and effect of law related to a price, route, or service of an air carrier . . . .” 49 U.S.C. § 41713(b). The Ordinance has the force and effect of law related to a price, route, or service of an air carrier because it relates to multiple core air carrier “services” provided to passengers, specifically, “curbside passenger check-in services; baggage check services; wheelchair escort services; baggage handling; cargo handling; rental luggage cart services”; “security services” and “customer service” (Section 7.45.010(M)), and relates to the “prices” that will be charged for such “services.” The Ordinance also relates to multiple additional “services” that are provided on behalf of airline passengers, specifically, “aircraft interior cleaning; aircraft carpet cleaning; aircraft washing and cleaning; aircraft water or lavatory services; aircraft fueling; ground transportation management”; “janitorial and custodial services”; and “facility maintenance services” (Section 7.45.010(M)), and relates to the “prices” that will be charged for such “services.” The Ordinance also improperly requires payment of service charges directly to “Transportation Workers.” Section 7.45.040(A). That term is defined in the Ordinance to mean any nonmanagerial, nonsupervisory individual employed by a “Transportation Employer,” which is defined to include to include a company operating “curbside passenger check-in services; baggage check services, wheelchair escort services, [and] baggage handling. . . .” The fact that Section 7.45.010(M) of the Ordinance excludes from its definition of a covered Transportation Employer “a certified air carrier performing services for itself,” does not avoid

1 the fact that the ADA preempts the Ordinance. Air carriers customarily and routinely use third  
2 party contractors – which are not certified air carriers – to provide many if not all of the air  
3 carrier “services” covered by the Ordinance, and the Ordinance does not exempt such third  
4 party contractors from its requirements. Importantly, ADA preemption applies not only  
5 directly to air carriers but also to third party contractors retained by air carriers to provide  
6 “services” to and on behalf of air carrier passengers. The entity directly affected by the local  
7 law need not be an air carrier so long as the law relates to an air carrier's prices, routes or  
8 services. In addition, the Ordinance also does not exempt certified air carriers when they  
9 perform the covered transportation support services for other airlines, as is customary in the  
10 industry. Thus certified air carriers would be covered by the proposed Ordinance, at least with  
11 respect to some of their operations. The Ordinance relates to air carrier “services” and “prices”  
12 in a manner that is not tenuous, remote or peripheral. To the contrary, the monetary  
13 compensation requirements mandated by the Ordinance will directly affect air carriers in terms  
14 of the amount of money they must pay to third party contractors and other air carriers for core  
15 passenger services. Under the ADA, market forces, rather than local laws, are supposed to  
16 determine the level and scope of services provided to and on behalf of passengers by air  
17 carriers – or their third party contractors – and the amount that the air carriers must incur or  
18 spend for such services. In addition, the Ordinance would improperly and unlawfully penalize  
19 air carriers for their decision to use third party contractors or other air carriers to provide  
20 services to or on behalf of their passengers. Furthermore, if air carriers are required to pay  
21 materially more for such core services they will need to reflect the additional costs in the prices  
22 charged to passengers.

68. The Ordinance Violates The Contract Clauses of the U.S. and Washington State Constitutions. The Ordinance does not set general terms of employment or set minimum employment standards. It exceeds SeaTac's initiative power in part because it substantially impairs contract rights or contractual relationships in violation of the Contract Clause of the U.S. Constitution and art. 1, sec. 23 of the State Constitution. The Ordinance requires that employers retain "qualified Retention employees" for up to three months following the assumption of a contract. The Ordinance also increases labor costs by up to 63% and, in doing so, substantially impairs employers' contractual obligation with a separate municipal corporation, the Port of Seattle, to offer "street pricing" to customers in the airport. Rather than set general terms and conditions of employment or minimum employment standards, the successorship provision of the Ordinance, in Section 7.45.060, require that an employer hire and retain specific employees solely because that employer assumed a service contract, regardless of the needs of the business. These provisions impose wholly unanticipated burdens and obligations on the parties to those agreements.

68.a. The Ordinance Violates The Commerce Clause of the U.S. Constitution. The Ordinance exceeds SeaTac's initiative power in part because it impairs commerce in violation of the "dormant" Commerce Clause of the U.S. Constitution. Article 1, section 8, clause 3, of the U.S. Constitution empowers Congress to "regulate Commerce with foreign Nations, and among the several States." As interpreted by the courts, this clause "not only . . . grant[s] legislative power to Congress, but also impliedly . . . limit[s] the power of State and local governments to enact laws affecting foreign and interstate commerce." *Air Trans v. City of San Francisco*, 992 F. Supp. 1149, 1161 (N.D. Cal. 1998) (citing *Healy v. Beer Inst.*, 491 U.S. 324, 326 n.1, 109 S. Ct. 2491, 105 L. Ed. 2d 275, (1989)). This "dormant" Commerce Clause



1 impliedly limits the power of State and local governments to enact laws affecting foreign and  
 2 interstate commerce. It operates absent federal legislation and precludes State and local laws  
 3 from having extraterritorial effects when a national, uniform economic policy is required. A  
 4 local statute may be unconstitutional because it impermissibly impacts interstate commerce  
 5 even when Congress has not acted. The Ordinance at issue here will directly or incidentally  
 6 burden the free flow of interstate commerce because the increased labor costs associated with  
 7 the Ordinance will affect, among other things, prices of interstate travel, interstate services  
 8 provided, and interstate routes offered by Plaintiff Alaska Airlines and other similar air carriers.

9 68.b. Provisions of the Ordinance Are Unconstitutionally Vague. The Ordinance is  
 10 void for vagueness because it fails to provide a person fair notice of what is prohibited and/or  
 11 required and could authorize or encourage serious discriminatory enforcement. By way of  
 12 example, section 7.45.090 prohibiting retaliation against Covered Workers for exercising their  
 13 rights purports to also prohibit changes to wages or benefits “in response to this Chapter or the  
 14 *pendency thereof.*” (emphasis added). This provision is unconstitutional due to vagueness.  
 15 Employers have no notice as to when the provisions apply, and it could be interpreted as  
 16 applying before the measure is enacted. In section 7.45.040, the tip provisions are vague and  
 17 internally inconsistent. On the one hand, in (A) service charges or tips received by employees  
 18 of a Hospitality Employer *shall be retained by or paid to* the workers who perform the  
 19 services, but in (B) the amounts received from tips and service charges *shall be allocated*  
 20 *among the workers who performed these services equitably.* This provision is  
 21 unconstitutionally vague and does not provide notice as to how such monies should be  
 22 distributed. The definitions of covered employers are also vague, and with respect to the  
 23

1 operations of some employers it will be impossible to determine if those operations are covered  
2 by the Ordinance or not.

3 69. Offending Provisions Are Not Severable. The Ordinance contains a severability  
4 clause, but the provisions of the Ordinance that exceed the initiative power of the City of  
5 SeaTac or are otherwise invalid are vital to the Ordinance's intended purposes. The Court  
6 cannot sever the offending provisions of the Ordinance from the non-offending provisions  
7 without rendering the Ordinance incapable of accomplishing the legislative purposes.

## 8 **B. Claims for Relief In Part Two**

9 70. In Part Two of this Application and Complaint, Plaintiffs seek a Declaratory  
10 Judgment that the proposed Ordinance exceeds the initiative power of the City of SeaTac and a  
11 Writ of Prohibition or an injunction prohibiting the City and the City Clerk from taking any  
12 further action to forward the proposed ordinance to the City Council or to King County or  
13 taking any other action to place the measure on the ballot for the November 2013 election.

### 14 **1. Declaratory Judgment**

15 71. Pursuant to the Washington Declaratory Judgment Act, RCW 7.24 et seq., this  
16 Court may declare the validity of an Ordinance or a proposed Ordinance.

17 72. The matter is ripe for declaratory relief because a dispute exists as to the validity  
18 of the Ordinance.

19 73. A declaratory judgment action is proper to determine whether the Ordinance  
20 exceeds the initiative power of the City of SeaTac and thus whether it may be submitted to the  
21 qualified electors in the November 2013 election.

22 74. The Court should enter a judgment that the Ordinance exceeds the initiative  
23 power of the City of SeaTac for the reasons set out above (including that it purports to legislate

at the Sea-Tac Airport, which is beyond the jurisdiction of the City of SeaTac), as well as such other and further relief as may follow from the entry of such a declaratory judgment.

## 2. Writ of Prohibition

75. Under RCW 7.16.290, this Court has the authority to issue a Writ of Prohibition to arrest the proceedings of any tribunal, corporation, board or person, when such proceedings are without or in excess of the jurisdiction of such tribunal, corporation, board or person.

76. As explained above, the City of SeaTac has no authority or jurisdiction to present for possible adoption by voters a proposed Ordinance that exceeds the City's initiative power.

77. Because the proposed Ordinance exceeds the City's power of initiative and because there is not a plain, speedy, and adequate remedy in the ordinary course of law, the Court should issue a Writ of Prohibition prohibiting the City of SeaTac and the City Clerk from taking any further steps to place the proposed Ordinance before the City Council for action or any other steps to place the proposed Ordinance on the November 5, 2013 ballot.

## 3. Injunction

78. Pursuant to RCW 7.40 *et seq.* the Court has the power to grant injunctive relief. The Court may grant an injunction at the time the action is commenced or at any time afterwards.

79. The Ordinance has been deemed sufficient by the City Clerk to be presented to the City Council and/or placed on the November 2013 ballot.

80. Only a valid initiative may be placed on a ballot for a local election. An initiative that exceeds the power of the municipality is not a valid initiative as a matter of Washington law and may not be placed on an election ballot.

81. For the reasons described in the preceding paragraphs of this complaint, Plaintiffs have a well-grounded fear of the immediate invasion of their rights should the Ordinance be

presented to the City Council and/or placed on the November 2013 ballot. Additionally, the Ordinance seeks to alter protections afforded by the United States and Washington constitutions, as well as state and federal law. If enacted by the City of SeaTac, Plaintiffs would be subject to the time and cost of pursuing post-election litigation. Plaintiffs will suffer actual and substantial injuries if an injunction is not entered preventing the measures from appearing on the ballot.

82. A preliminary and permanent injunction precluding presentation of the Ordinance to the City Council and/or placement of the Ordinance on the November 5, 2013, ballot is also proper (1) because the presence of invalid initiatives steals attention, time, and money from other valid propositions on the same ballot; (2) to avoid the cost of placing before the voters measures that would be unenforceable if enacted; (3) to avoid the public confusion that would otherwise arise if the Initiatives are enacted and then later found to be invalid; (4) to eliminate potential negative impacts the Ordinance may have on the City of SeaTac's economic development efforts between now and the November 5, 2013 election; and (5) protect the taxpayers of the City of SeaTac and King County from having to pay for multiple lawsuits likely to arise post-election as the result of the enactment of an unlawful ordinance.

83. If the Court does not enter the requested Writ of Prohibition, an injunction is the only other possible remedy to prevent the placement of an invalid initiative on the November 5, 2013, ballot. The court should enter an injunction prohibiting the City and City Clerk from taking any further steps to place the proposed Ordinance before the City Council for action or any other steps to place the proposed Ordinance on the November 5, 2013 ballot.

83.a. For the reasons described in the preceding paragraphs of this complaint, Plaintiffs have a well-grounded fear of the immediate invasion of their rights should the provisions of the

Ordinance be enforced. Additionally, the Ordinance seeks to alter protections afforded by the United States and Washington constitutions, as well as state and federal law. Plaintiffs will suffer actual and substantial injuries if an injunction is not entered preventing the City or any other party from enforcing provisions of the illegal measure. This Court should enter a permanent injunction prohibiting the City or any other party from taking any steps to enforce the provisions of the Ordinance. The Court should also enter a preliminary injunction prohibiting the City or any other party from taking any steps to enforce the provisions of the Ordinance pending final resolution of the instant action.

## VI. PRAYER FOR RELIEF

Based on the allegations set out above, Plaintiffs respectfully request the following relief:

### **Part One:**

1. For issuance of a Writ of Review reversing the determination by the City Clerk that the Petition is supported by a sufficient number of valid signatures;
2. For issuance of a Writ of Prohibition forbidding the City and the City Clerk from taking any further action with regard to the Ordinance, including, but not limited to, taking any action to place the proposed Ordinance before the City Council or for action or any other steps to forward the proposed Ordinance to King County for placement on a ballot, until after the City Clerk (a) undertakes the required substantive review of the legality of the title, text, and content of the proposed Ordinance and (b) determines whether the petition has been validly signed by the number of registered voters of the City equal to at least fifteen percent (15%) of the total number of names of persons listed as registered voters within the City on the day of the last preceding City general election (valid signatures not to include signatures that appear without a date or an address, signatures that appear without a date written by the person actually signing,

1 signatures that appear on petitions that did not have a copy of the Ordinance attached, or  
2 signatures of persons signing multiple times).

3 3. For issuance of a Writ of Mandate compelling the City and City Clerk to do the  
4 following, as required by SMC 1.10.140, prior to taking any further action on the petition and  
5 proposed Ordinance:

6 a. Conduct a review of the sufficiency of the signatures in support of the  
7 petition and determine whether the petition is supported by sufficient valid signatures (not  
8 including signatures that appear without a date or an address, signatures that appear without a  
9 date written by the person actually signing, signatures that appear on petitions that did not have a  
10 copy of the Ordinance attached, or signatures of persons signing multiple times);

11 b. Conduct a substantive review of the legality of the title, text, and content  
12 of the proposed Ordinance and then determine whether the title, text, and content of the proposed  
13 Ordinance are legal and sufficient;

14 c. Issue a Certificate of Sufficiency or a Certificate of Insufficiency based on  
15 these reviews; and

16 d. Convene the Petition Review Board to (a) conduct a hearing to determine  
17 the legality and sufficiency of the signatures supporting the Petition and the legality and  
18 sufficiency of the title, text, and content of the proposed Ordinance and (b) issue a Final  
19 Certificate of Sufficiency or a Final Certificate of Insufficiency.

20 **Part Two:**

21 4. For a judgment declaring that the Ordinance is beyond the scope of the initiative  
22 power of the City of SeaTac, as well as such other and further relief as may follow from the entry  
23 of such a declaratory judgment;

1           5.       For a Writ of Prohibition prohibiting the City of SeaTac and the City Clerk from  
2 taking any further steps to place the proposed Ordinance before the City Council for action or  
3 any other steps to forward the proposed Ordinance to King County for placement on a ballot for  
4 any election.

5           6.       For a permanent injunction prohibiting the City of SeaTac and the City Clerk  
6 from taking any further steps to place the proposed Ordinance before the City Council for action  
7 or any other steps to forward the proposed Ordinance to King County for placement on a ballot  
8 for any election;

9           6.a.     For an injunction prohibiting the City of SeaTac or any other party (or anyone  
10 acting in concert with a party) from taking any steps to enforce or apply the provisions of the  
11 Ordinance, including but not limited to adopting auditing procedures, investigating alleged  
12 violations, or initiating legal or other action pending final resolution of this action.

13          7.       For judgment against the City for Plaintiffs' costs and attorneys' fees pursuant to  
14 RCW 7.16.260; and

15          8.       For such other relief that the Court deems appropriate.

16         DATED this 8<sup>th</sup> day of November, 2013.

17                   Davis Wright Tremaine LLP  
18                   Attorneys for Alaska Airlines, Inc. and Washington  
                      Restaurant Association

19  
20                   By s/Harry J. F. Korrell  
                      Harry J. F. Korrell, WSBA #23173

Pacific Alliance Law, PLLC  
Attorneys for Filo Foods, LLC and BF Foods, LLC

By s/Cecilia Cordova via approval  
Cecilia Cordova, WSBA #30095



**DECLARATION OF SERVICE**

The undersigned declares under the penalty of perjury under the laws of the State of Washington that I am now and at all times herein mentioned a citizen of the United States, a resident of the state of Washington, over the age of eighteen years, not a party to or interested in the above-entitled action, and competent to be a witness herein.

On this date I caused to be served in the manner noted below a copy of on the following:

**VIA EMAIL and U.S. MAIL**

Wayne D. Tanaka, WSBA # 6303  
Ogden Murphy Wallace P.L.L.C.  
901 Fifth Avenue, Suite 3500  
Seattle, WA 98164

**VIA EMAIL and U.S. MAIL**

Mary Mirante Bartolo, WSBA # 20546  
Mark Johnsen, WSBA # 28194  
City of SeaTac Attorney's Office  
4800 South 188th Street  
SeaTac, WA 98188-8605

**VIA EMAIL and U.S. MAIL**

Laura Ewan  
Dmitri Iglitzin  
Schwerin Campbell Barnard Iglitzin & Lavitt  
18 W. Mercer Street, Suite 400  
Seattle, WA 98119

**VIA EMAIL and MESSENGER**

Craig Watson  
General Counsel for the Port of Seattle  
2711 Alaskan Way (Pier 69)  
Seattle, WA 98121

Dated this 8<sup>th</sup> day of November, 2013.



Anita A. Miller

# EXHIBIT A

**RESOLUTION NO. 13-010**

A RESOLUTION of the City Council of the City of SeaTac, Washington calling for a special election to be held concurrent with the general election of November 5, 2013, to place before the qualified electors of the City the proposition of whether an Ordinance entitled “Ordinance Setting Minimum Employment Standards for Hospitality and Transportation Industry Employers” be adopted; submitting this call to the King County Department of Elections for a formal order calling for an election to be held at the November 5, 2010 General Election, and appointing committee members to prepare for and against statements for the Local Voters’ Pamphlet.

**WHEREAS**, an Initiative petition, signed by the statutorily required number of registered voters of the City, has been submitted to the City, requesting that the City Council adopt an Ordinance entitled “Ordinance Setting Minimum Employment Standards for Hospitality and Transportation Industry Employers” (See Ordinance which is attached as Exhibit “A”); and

**WHEREAS**, the King County Department of Elections verified the number and correctness of signatures on the petition and issued a Certificate of Sufficiency dated June 20, 2013; and

**WHEREAS**, City Clerk Kristina Gregg issued a Certificate of Sufficiency dated June 28, 2013 and issued a final Certificate of Sufficiency dated July 23, 2013; and

**WHEREAS**, the City Council has declined to adopt the proposed Ordinance as written, and thus is required to request an election on whether the proposed Ordinance be adopted; and

**WHEREAS**, the City Council has determined that this measure should appear in the Local Voters’ Pamphlet, and thus it is appropriate to appoint committee members to prepare for and against statements for the Local Voters’ Pamphlet;

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SEATAC,  
WASHINGTON HEREBY RESOLVES as follows:**

**Section 1.** The City Council finds it necessary to call a special election to be held in the City at the time of the General Election of November 5, 2013, on the proposition of whether an Ordinance entitled "Ordinance Setting Minimum Employment Standards for Hospitality and Transportation Industry Employers" should be adopted.

**Section 2.** A City election is hereby called for November 5, 2013, to place before the qualified electors of the City the following proposition:

**PROPOSITION NO. 1**

**BALLOT TITLE**

Proposition No. 1 concerns labor standards for certain employers.

This Ordinance requires certain hospitality and transportation employers to pay specified employees an hourly minimum wage of \$15.00, adjusted annually for inflation, and pay for safe and sick leave of 1 hour per 40 hours worked. Tips shall be retained by workers who performed the services. Employers must offer additional hours or employment to existing employees before hiring from outside. SeaTac must establish a monitoring process and other labor standards are established.

Should this Ordinance be enacted into law?

Yes ..... ☐  
No ..... ☐

**Section 3.** King County Department of Elections is hereby requested to issue a formal order calling for an election to be held in the City of SeaTac on November 5, 2013 to place the foregoing proposition before the qualified electors of the City.

**Section 4.** The following people are appointed to prepare for and against statements for the Local Voters' Pamphlet.

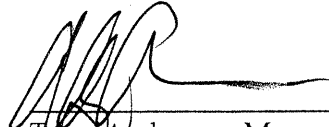
FOR Proposition No. 1:  
Rev. Jan Bolerjack  
Judy Volkers  
Sili Savusa

AGAINST Proposition No. 1:  
Erin Sitterley  
LeeAnn Subelbia  
Mike West

**Section 5.** The City Clerk is authorized and directed to file a certified copy of this Resolution, together with contact information for all persons listed in Section 4 of this Resolution, and the Declaration of the City Attorney stating the ballot title and explanatory statement, with the King County Department of Elections upon passage of this Resolution.

PASSED this 23<sup>rd</sup> day of July, 2013 and signed in authentication thereof on this 23<sup>rd</sup> day of July, 2013.

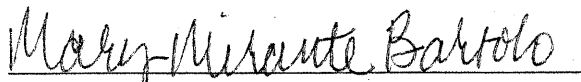
CITY OF SEATAC

  
Tony Anderson, Mayor

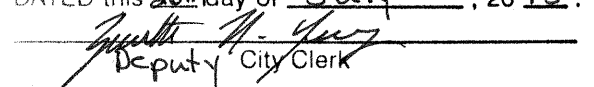
ATTEST:

  
Kristina Gregg, City Clerk

Approved as to Form:

  
Mary Mirante Bartolo, City Attorney

[Initiative Setting Minimum Employment Standards]

CERTIFICATE Deputy  
I, Zenetta N. Young, City Clerk of the  
City of Sea Tac, do certify that this is a  
true and correct copy of the original  
on file with the City.  
DATED this 26<sup>th</sup> day of July, 20 13.  
  
Deputy City Clerk

ORDINANCE SETTING MINIMUM EMPLOYMENT STANDARDS FOR HOSPITALITY  
AND TRANSPORTATION INDUSTRY EMPLOYERS

**Section 1. Findings.** The following measures are necessary in order to ensure that, to the extent reasonably practicable, all people employed in the hospitality and transportation industries in SeaTac have good wages, job security and paid sick and safe time.

**Section 2.** That a new Chapter, 7.45, be added to the SeaTac Municipal Code to read as follows:

**7.45 MINIMUM EMPLOYMENT STANDARDS FOR HOSPITALITY AND  
TRANSPORTATION INDUSTRY EMPLOYERS**

**7.45.010 Definitions**

As used in this Chapter, the following terms shall have the following meaning:

- A. “City” means the City of SeaTac.
- B. “Compensation” includes any wages, tips, bonuses, and other payments reported as taxable income from the employment by or for a Covered Worker.
- C. “Covered Worker” means any individual who is either a Hospitality Worker or a Transportation Worker.
- D. “Hospitality Employer” means a person who operates within the City any Hotel that has one hundred (100) or more guest rooms and thirty (30) or more workers or who operates any institutional foodservice or retail operation employing ten (10) or more nonmanagerial, nonsupervisory employees. This shall include any person who employs others providing services for customers on the aforementioned premises, such as a temporary agency or subcontractor.
- E. “Hospitality Worker” means any nonmanagerial, nonsupervisory individual employed by a Hospitality Employer.
- F. “Hotel” means a building that is used for temporary lodging and other related services for the public, and also includes any contracted, leased, or sublet premises connected to or operated in conjunction with such building's purpose (such as a restaurant, bar or spa) or providing services at such building.
- G. “Institutional foodservice or retail” is defined as foodservice or retail provided in public facilities, corporate cafeterias, conference centers and meeting facilities, but does not include preparation of food or beverage to be served in-flight by an airline. Restaurants or retail

**EXHIBIT “A”**

ATTACHMENTS TO NOTICE OF REMOVAL - 86

Case No.

operations that are not located within a hotel, public facility, corporate cafeteria, conference facility or meeting facility are not considered a hospitality employer for the purpose of this Chapter.

H. “*Person*” means an individual, corporation, partnership, limited partnership, limited liability partnership, limited liability company, business trust, estate, trust, association, joint venture, or any other legal or commercial entity, whether domestic or foreign, other than a government agency.

I. “*Predecessor Employer*” means the Hospitality or Transportation Employer that provided substantially similar services within the City prior to the Successor Employer.

J. “*Retention Employee*” means any Covered Worker who:

1) was employed by a Predecessor Employer for at least 30 workdays; and

2) was either:

a) laid off or discharged for lack of work due to the closure or reduction of a Hospitality or Transportation Employer’s operation during the preceding two years; or

b) is reasonably identifiable as a worker who is going to lose his/her job due to the closure or reduction of the Hospitality or Transportation Employer’s operation within the next 6 months.

K. “*Service charge*” is defined as set forth in RCW 49.46.160(2)(c).

L. “*Successor Employer*” means the new Hospitality or Transportation Employer that succeeds the Predecessor Employer in the provision of substantially similar services within the City.

M. “*Transportation Employer*” means:

1) A person, excluding a certificated air carrier performing services for itself, who:

a) operates or provides within the City any of the following: any curbside passenger check-in services; baggage check services; wheelchair escort services; baggage handling; cargo handling; rental luggage cart services; aircraft interior cleaning; aircraft carpet cleaning; aircraft washing and cleaning; aviation ground support equipment washing and cleaning; aircraft water or lavatory services; aircraft fueling; ground transportation management; or any janitorial and custodial services, facility maintenance services, security services, or customer service

performed in any facility where any of the services listed in this paragraph are also performed; and

b) employs twenty-five (25) or more nonmanagerial, nonsupervisory employees in the performance of that service.

2) A transportation employer also includes any person who:

a) operates or provides rental car services utilizing or operating a fleet of more than one hundred (100) cars; shuttle transportation utilizing or operating a fleet of more than ten (10) vans or buses; or parking lot management controlling more than one hundred (100) parking spaces; and

b) employs twenty-five (25) or more nonmanagerial, nonsupervisory employees in the performance of that operation.

N. “*Transportation Worker*” means any nonmanagerial, nonsupervisory individual employed by a Transportation Employer.

O. “*Tips*” mean any tip, gratuity, money, or part of any tip, gratuity, or money that has been paid or given to or left for a Covered Worker by customers over and above the actual amount due for services rendered or for goods, food, drink, or articles sold or served to the customer.

#### **7.45.020 Paid Leave For Sick and Safe Time**

Each Hospitality or Transportation Employer shall pay every Covered Worker paid leave for sick and safe time out of the employer's general assets as follows:

A. A Covered Worker shall accrue at least one hour of paid sick and safe time for every 40 hours worked as an employee of a Hospitality Employer or Transportation Employer. The Covered Worker is entitled to use any accrued hours of compensated time as soon as those hours have accrued.

B. The Covered Worker need not present certification of illness to claim compensated sick and safe time, provided that such Covered Worker has accrued the requested hours of compensated time at the time of the request. A Covered Worker shall be paid his or her normal hourly compensation for each compensated hour off.

C. The Covered Worker shall not be disciplined or retaliated against for use of accrued paid sick and safe time. This includes a prohibition on any absence control policy that counts earned sick and safe time as an absence that may lead to or result in discipline against the Covered Worker.



D. If any Covered Worker has not utilized all of his or her accrued compensated time by the end of any calendar year, the Hospitality Employer or Transportation Employer shall pay this worker a lump sum payment at the end of the calendar year equivalent to the compensation due for any unused compensated time.

E. Accrued paid sick time shall be provided to a Covered Worker by a Hospitality Employer or Transportation Employer for the following reasons:

- 1) An absence resulting from a Covered Worker's mental or physical illness, injury or health condition; to accommodate the Covered Worker's need for medical diagnosis care, or treatment of a mental or physical illness, injury or health condition; or a Covered Worker's need for preventive medical care;
- 2) To allow the Covered Worker to provide care of a family member with a mental or physical illness, injury or health condition; care of a family member who needs medical diagnosis, care, or treatment of a mental or physical illness, injury or health condition; or care of a family member who needs preventive medical care.

F. Accrued paid safe time shall be provided to a Covered Worker by a Hospitality Employer or Transportation Employer for the following reasons:

- 1) When the Covered Worker's place of business has been closed by order of a public official to limit exposure to an infectious agent, biological toxin or hazardous material;
- 2) To accommodate the Covered Worker's need to care for a child whose school or place of care has been closed by order of a public official for such a reason;
- 3) For any of the following reasons related to domestic violence, sexual assault, or stalking, as set forth in RCW 49.76.030:
  - a) To enable the Covered Worker to seek legal or law enforcement assistance or remedies to ensure the health and safety of the Covered Worker or the Covered Worker's family members including, but not limited to, preparing for, or participating in, any civil or criminal legal proceeding related to or derived from domestic violence, sexual assault, or stalking;
  - b) To enable the Covered Worker to seek treatment by a health care provider for physical or mental injuries caused by domestic violence, sexual assault, or stalking, or to attend to health care treatment for a victim who is the Covered Worker's family member;

- c) To enable the Covered Worker to obtain, or assist a family member in obtaining, services from a domestic violence shelter, rape crisis center, or other social services program for relief from domestic violence, sexual assault, or stalking;
- d) To enable the Covered Worker to obtain, or assist a family member in obtaining, mental health counseling related to an incident of domestic violence, sexual assault, or stalking, in which the Covered Worker or the Covered Worker's family member was a victim of domestic violence, sexual assault, or stalking; or
- e) To enable the Covered Worker to participate in safety planning, temporarily or permanently relocate, or take other actions to increase the safety of the Covered Worker or Covered Worker's family members from future domestic violence, sexual assault, or stalking.

**7.45.030 Promoting Full-Time Employment**

If a Hospitality or Transportation Employer has additional hours of work to provide in job positions held by Covered Workers, then it shall offer those hours of work first to existing qualified part-time employees before hiring additional part-time employees or subcontractors.

**7.45.040 Require That Service Charges and Tips Go To Those Performing The Service**

A. Any service charge imposed on customers of, or tips received by employees of, a Hospitality Employer shall be retained by or paid to the nonmanagerial, nonsupervisory Hospitality or Transportation Workers who perform services for the customers from whom the tips are received or the service charges are collected.

B. The amounts received from tips or service charges shall be allocated among the workers who performed these services equitably; and specifically:

- 1) Amounts collected for banquets or catered meetings shall be paid to the worker(s) who actually work with the guests at the banquet or catered meeting; and
- 2) Amounts collected for room service shall be paid to the worker(s) who actually deliver food and beverage associated with the charge; and
- 3) Amounts collected for portage service shall be paid to the worker(s) who actually carry the baggage associated with the charge.

**7.45.050 Establishing A Living Wage For Hospitality Workers and Transportation Workers**

A. Each Hospitality Employer and Transportation Employer shall pay Covered Workers a living wage of not less than the hourly rates set forth in this section. The rate upon enactment shall be fifteen dollars (\$15.00) per hour worked.

B. On January 1, 2015, and on each following January 1, this living wage shall be adjusted to maintain employee purchasing power by increasing the current year's wage rate by the rate of inflation. The increase in the living wage rate shall be calculated to the nearest cent using the consumer price index for urban wage earners and clerical workers, CPI-W, or a successor index, for the twelve months prior to each September 1st as calculated by the United States department of labor. The declaration of the Washington State Department of Labor and Industries each September 30 regarding the rate by which Washington State's minimum wage rate is to be increased effective the following January 1, pursuant to RCW 49.46.020(4)(b), shall be the authoritative determination of the rate of increase to be applied for purposes of this provision.

C. The City Manager shall publish a bulletin by October 15 of each year announcing the adjusted rates. Such bulletin will be made available to all Hospitality Employers and Transportation Employers and to any other person who has filed with the City Manager a request to receive such notice but lack of notice shall not excuse noncompliance with this section.

D. Each Hospitality Employer and Transportation Employer shall provide written notification of the rate adjustments to each of its workers and make the necessary payroll adjustments by January 1 following the publication of the bulletin. Tips, gratuities, service charges and commissions shall not be credited as being any part of or be offset against the wage rates required by this Chapter.

**7.45.060 Setting Additional Labor Standards for City Hospitality Workers and Transportation Workers**

A. Notice to Employees. No less than 60 days prior to the termination of a Predecessor Employer's contract, the Predecessor Employer shall notify all Retention Employees in writing that they have been placed on a qualified displaced worker list and that the Successor Employer may be required to offer him/her continued employment. The notice shall include, if known, the name, address, and contact information of the Successor Employer. A copy of this notice, along with a copy of the qualified displaced worker list, shall also be sent to the City Manager.

B. Retention Offer. Except as otherwise provided herein, the Successor Employer shall offer employment to all qualified Retention Employees. A Successor Employer who is a Hospitality Employer shall, before hiring off the street or transferring workers from elsewhere, offer employment to all qualified retention employees of any predecessor employer that has

provided similar services at the same facility. If the Successor Employer does not have enough positions available for all qualified Retention Employees, the Successor Employer shall hire the Retention Employees by seniority within each job classification. For any additional positions which become available during the initial ninety-day period of the new contract, the Successor Employer will hire qualified Retention Employees by seniority within each job classification.

C. Retention Period. A Successor Employer shall not discharge a Retention Employee without just cause during the initial ninety-day period of his/her employment.

D. An employee is "qualified" within the meaning of this Section if he/she has performed similar work in the past (and was not discharged for incompetence) or can reasonably be trained for the duties of a position through an amount of training not in excess of the training that has been provided by the employer to workers hired off the street.

E. The requirements of this Chapter shall not be construed to require any Hospitality Employer or Transportation Employer to offer overtime work paid at a premium rate nor to constrain any Hospitality Employer or Transportation Employer from offering such work.

#### **7.45.070 Employee Work Environment Reporting Requirement**

A. Hospitality Employers and Transportation Employers shall retain records documenting hours worked, paid sick and safe time taken by Covered Workers, and wages and benefits provided to each such employee, for a period of two years, and shall allow the City Manager or designee access to such records, with appropriate notice and at a mutually agreeable time, to investigate potential violations and to monitor compliance with the requirements of this Chapter.

B. Hospitality Employers and Transportation Employers shall not be required to modify their recordkeeping policies to comply with this Chapter, as long as records reasonably indicate the hours worked by Covered Workers, accrued paid sick and safe time, paid sick and safe time taken, and the wages and benefits provided to each such Covered Worker. When an issue arises as to the amount of accrued paid sick time and/or paid safe time available to a Covered Worker under this chapter, if the Hospitality Employers and Transportation Employers does not maintain or retain adequate records documenting hours worked by the Covered Worker and paid sick and safe time taken by the Covered Worker, it shall be presumed that the Hospitality Employers and Transportation Employers has violated this chapter.

C. Records and documents relating to medical certifications, re-certifications or medical histories of Covered Worker or Covered Workers' family members, created for purposes of this chapter, are required to be maintained as confidential medical records in separate files/records from the usual personnel files. If the Americans with Disabilities Act (ADA) and/or the Washington Law Against Discrimination (WLAD) apply, then these records must comply with the ADA and WLAD confidentiality requirements.

**7.45.080 Waivers**

The provisions of this Chapter may not be waived by agreement between an individual Covered Worker and a Hospitality or Transportation Employer. All of the provisions of this Chapter, or any part hereof, including the employee work environment reporting requirement set forth herein, may be waived in a bona fide collective bargaining agreement, but only if the waiver is explicitly set forth in such agreement in clear and unambiguous terms. Unilateral implementation of terms and conditions of employment by either party to a collective bargaining relationship shall not constitute, or be permitted, as a waiver of all or any part of the provisions of this chapter.

**7.45.090 Prohibiting Retaliation Against Covered Workers For Exercising Their Lawful Rights**

A. It shall be a violation for a Hospitality Employer or Transportation Employer or any other person to interfere with, restrain, or deny the exercise of, or the attempt to exercise, any right protected under this Chapter.

B. It shall be a violation for a Hospitality Employer or Transportation Employer to take adverse action or to discriminate against a Covered Worker because the Covered Worker has exercised in good faith the rights protected under this Chapter. Such rights include but are not limited to the right to file a complaint with any entity or agency about any Hospitality Employer's or Transportation Employer's alleged violation of this chapter; the right to inform his or her employer, union or other organization and/or legal counsel about a Hospitality Employer's or Transportation Employer's alleged violation of this section; the right to cooperate in any investigation of alleged violations of this chapter; the right to oppose any policy, practice, or act that is unlawful under this section; and the right to inform other Covered Workers of their rights under this section. No Covered Worker's compensation or benefits may be reduced in response to this Chapter or the pendency thereof.

C. The protections afforded under subsection B shall apply to any person who mistakenly but in good faith alleges violations of this Chapter.

**7.45.100 Enforcement of Chapter**

A. Any person claiming violation of this chapter may bring an action against the employer in King County Superior Court to enforce the provisions of this Chapter and shall be entitled to all remedies available at law or in equity appropriate to remedy any violation of this chapter, including but not limited to lost compensation for all Covered Workers impacted by the violation(s), damages, reinstatement and injunctive relief. A plaintiff who prevails in any action to enforce this Chapter shall be awarded his or her reasonable attorney's fees and expenses.

B. The City shall adopt auditing procedures sufficient to monitor and ensure compliance by Hospitality Employers and Transportation Employers with the requirements of this Chapter. Complaints that any provision of this Chapter has been violated may also be presented to the City Attorney, who is hereby authorized to investigate and, if it deems appropriate, initiate legal or other action to remedy any violation of this chapter; however, the City Attorney is not obligated to expend any funds or resources in the pursuit of such a remedy.

C. Nothing herein shall be construed to preclude existing remedies for enforcement of Municipal Code Chapters.

#### **7.45.110 Exceptions**

The requirements of this Chapter shall not apply where and to the extent that state or federal law or regulations preclude their applicability. To the extent that state or federal law or regulations require the consent of another legal entity, such as a municipality, port district, or county, prior to becoming effective, the City Manager is directed to formally and publicly request that such consent be given.

**Section 3.** That the effective date of this Ordinance shall be January 1, 2014.

**Section 4.** The Code Reviser is authorized to change the numbering and formatting this Ordinance to conform with the SeaTac Municipal Code codification in a manner that is consistent with the intent and language of this Ordinance.

**Section 5.** Severability. If any provision of this Ordinance is declared illegal, invalid or inoperative, in whole or in part, or as applied to any particular Hospitality or Transportation Employer and/or in any particular circumstance, by the final decision of any court of competent jurisdiction, then all portions and applications of this Ordinance not declared illegal, invalid or inoperative, shall remain in full force or effect to the maximum extent permissible under law.